

**1. Geological Formations**

TVD of target 10,564  
MD at TD 14,996

Pilot Hole TD N/A  
Deepest expected fresh water 4,327

Formation	Depth (TVD) from KB	Water/Mineral Bearing/Target Zone	Hazards
Rustler	731	N/A	
Top Salt	816	N/A	
Base Salt	4327	N/A	
Delaware	4555	N/A	
Cherry Canyon	5557	N/A	
Brushy canyon	7412	N/A	
Bone Spring	8479	N/A	
Bone spring A Shale	8606	N/A	
Bone Spring B Carb.	8787	N/A	
Bone Spring C Shale	9246	N/A	
1st Bone Spring Ss	9554	N/A	
2nd Bone Spring Ss	10139	Hydrocarbons	
Bone Spring HZ Target	10565	N/A	

**2. Casing Program**

Hole Size	Casing Depth From	Casing Depth To	Casing Size	Weight (lb/ft)	Grade	Conn.	SF Collapse	SF Burst	SF Tension
17 1/2	0	780	13-3/8"	48.00	H-40/J-55 Hybrid	ST&C	2.07	4.85	8.60
12 1/4	0	4535	9-5/8"	40.00	J-55	LT&C	1.38	1.64	2.87
8 3/4	0	9900	5-1/2"	17.00	L-80	LT&C	1.33	1.63	1.88
8 3/4	9900	14996	5-1/2"	17.00	L-80	BT&C	1.24	1.53	35.17
BLM Minimum Safety Factor							1.125	1	1.6 Dry 1.8 Wet

All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

Cimarex Energy Co., Cotton Draw 9L Federal #5H

	Y or N
Is casing new? If used, attach certification as required in Onshore Order #1	Y
Does casing meet API specifications? If no, attach casing specification sheet.	Y
Is premium or uncommon casing planned? If yes attach casing specification sheet.	N
Does the above casing design meet or exceed BLM's minimum standards? If not provide justification (loading assumptions, casing design criteria).	Y
Will the intermediate pipe be kept at a minimum 1/3 fluid filled to avoid approaching the collapse pressure rating of the casing?	Y
Is well located within Capitan Reef?	N
If yes, does production casing cement tie back a minimum of 50' above the Reef?	N
Is well within the designated 4 string boundary.	N
Is well located in SOPA but not in R-111-P?	N
If yes, are the first 2 strings cemented to surface and 3rd string cement tied back 500' into previous casing?	N
Is well located in R-111-P and SOPA?	N
If yes, are the first three strings cemented to surface?	N
Is 2nd string set 100' to 600' below the base of salt?	N
Is well located in high Cave/Karst?	N
If yes, are there two strings cemented to surface?	N
(For 2 string wells) If yes, is there a contingency casing if lost circulation occurs?	N
Is well located in critical Cave/Karst?	N
If yes, are there three strings cemented to surface?	N

**3. Cementing Program**

Casing	# Sks	Wt. lb/gal	Yld ft3/sack	H2O gal/sk	500# Comp. Strength (hours)	Slurry Description
Surface	291	13.50	1.72	9.15	15.5	Lead: Class C + Bentonite
	195	14.80	1.34	6.32	9.5	Tail: Class C + LCM
Intermediate	869	12.90	1.88	9.65	12	Lead: 35:65 (Poz:C) + Salt + Bentonite
	265	14.80	1.34	6.32	9.5	Tail: Class C + LCM
Production	744	10.80	2.35	9.60	17:43	Lead: Tuned Light I Class H
	1090	14.20	1.30	5.86	14:30	Tail: 50:50 (Poz:H) + Salt + Bentonite + Fluid Loss + Dispersant + SMS

Casing String	TOC	% Excess
Surface	0	40
Intermediate	0	45
Production	4335	18

**4. Pressure Control Equipment**

A variance is requested for the use of a diverter on the surface casing. See attached for schematic.					
BOP installed and tested before drilling which hole?	Size	Min Required WP	Type		Tested To
12 1/4	13 5/8	2M	Annular	X	50% of working pressure
			Blind Ram	X	2M
			Pipe Ram		
			Double Ram	X	
			Other		
8 3/4	13 5/8	3M	Annular	X	50% of working pressure
			Blind Ram	X	3M
			Pipe Ram		
			Double Ram	X	
			Other		

BOP/BOPE will be tested by an independent service company to 250 psi low and the high pressure indicated above per Onshore Order 2 requirements. The System may be upgraded to a higher pressure but still tested to the working pressure listed in the table above. If the system is upgraded all the components installed will be functional and tested.

Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. Other accessories to the BOP equipment will include a Kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold. See attached schematics.

	Formation integrity test will be performed per Onshore Order #2. On Exploratory wells or on that portion of any well approved for a 5M BOPE system or greater, a pressure integrity test of each casing shoe shall be performed. Will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.i.	
X	A variance is requested for the use of a flexible choke line from the BOP to Choke Manifold. See attached for specs and hydrostatic test chart.	
N	Are anchors required by manufacturer?	

**5. Mud Program**

Depth	Type	Weight (ppg)	Viscosity	Water Loss
0' to 780'	FW Spud Mud	8.30 - 8.80	28	N/C
780' to 4535'	Brine Water	9.70 - 10.20	30-32	N/C
4535' to 14996'	FW/Cut Brine	8.70 - 9.20	30-32	N/C

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept on location at all times.

What will be used to monitor the loss or gain of fluid?	PVT/Pason/Visual Monitoring
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**6. Logging and Testing Procedures**

Logging, Coring and Testing	
X	Will run GR/CNL from TD to surface (horizontal well – vertical portion of hole). Stated logs run will be in the Completion Report and submitted to the BLM.
	No logs are planned based on well control or offset log information.
	Drill stem test?
	Coring?

Additional Logs Planned	Interval

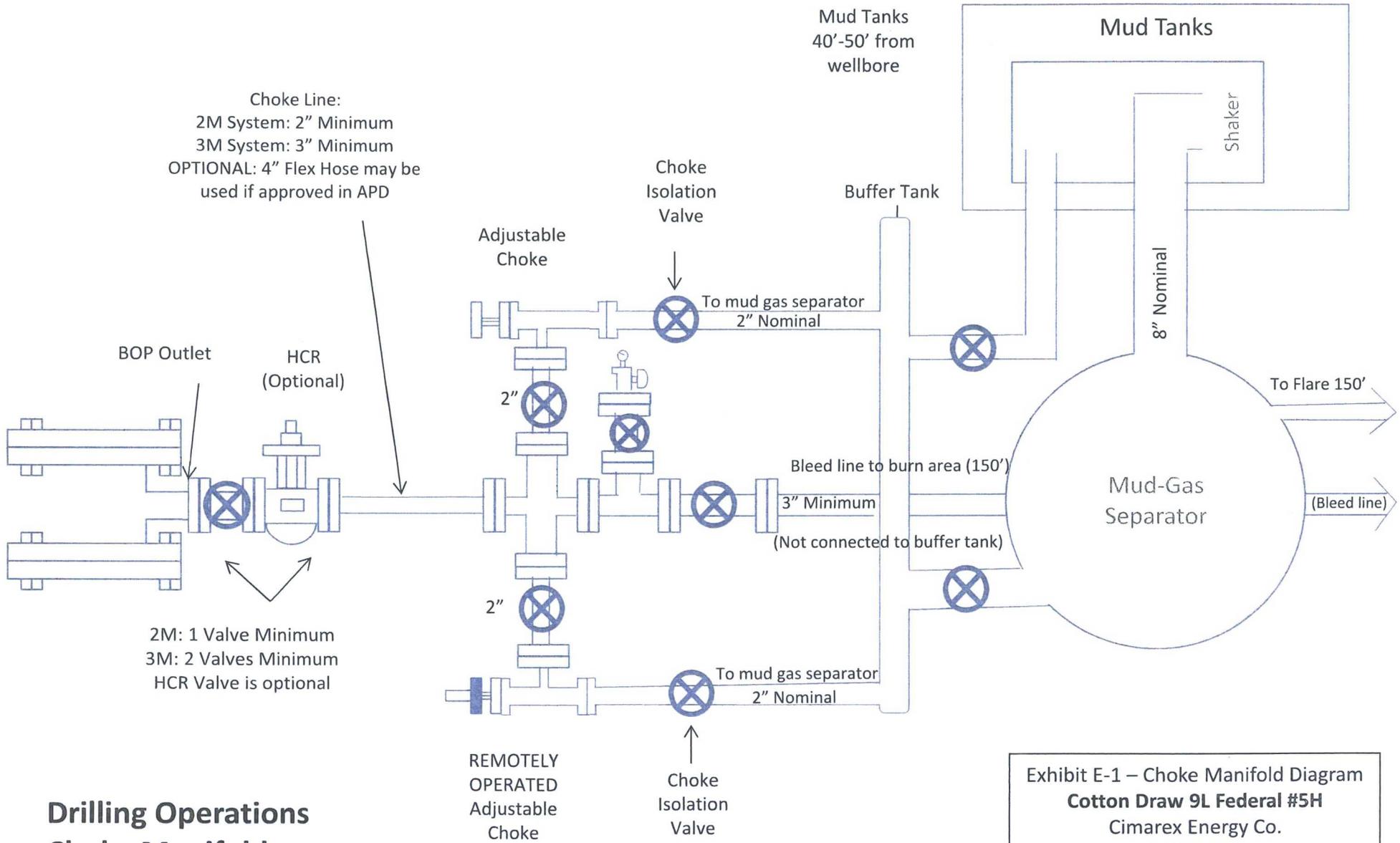
**7. Drilling Conditions**

Condition	
BH Pressure at deepest TVD	5053 psi
Abnormal Temperature	No

Hydrogen Sulfide (H2S) monitors will be installed prior to drilling out the surface shoe. If H2S is detected in concentrations greater than 100 ppm, the operator will comply with the provisions of Onshore Oil and Gas Order #6. If Hydrogen Sulfide is encountered, measured values and formations will be provided to the BLM.

X	H2S is present
X	H2S plan is attached

**8. Other Facets of Operation**

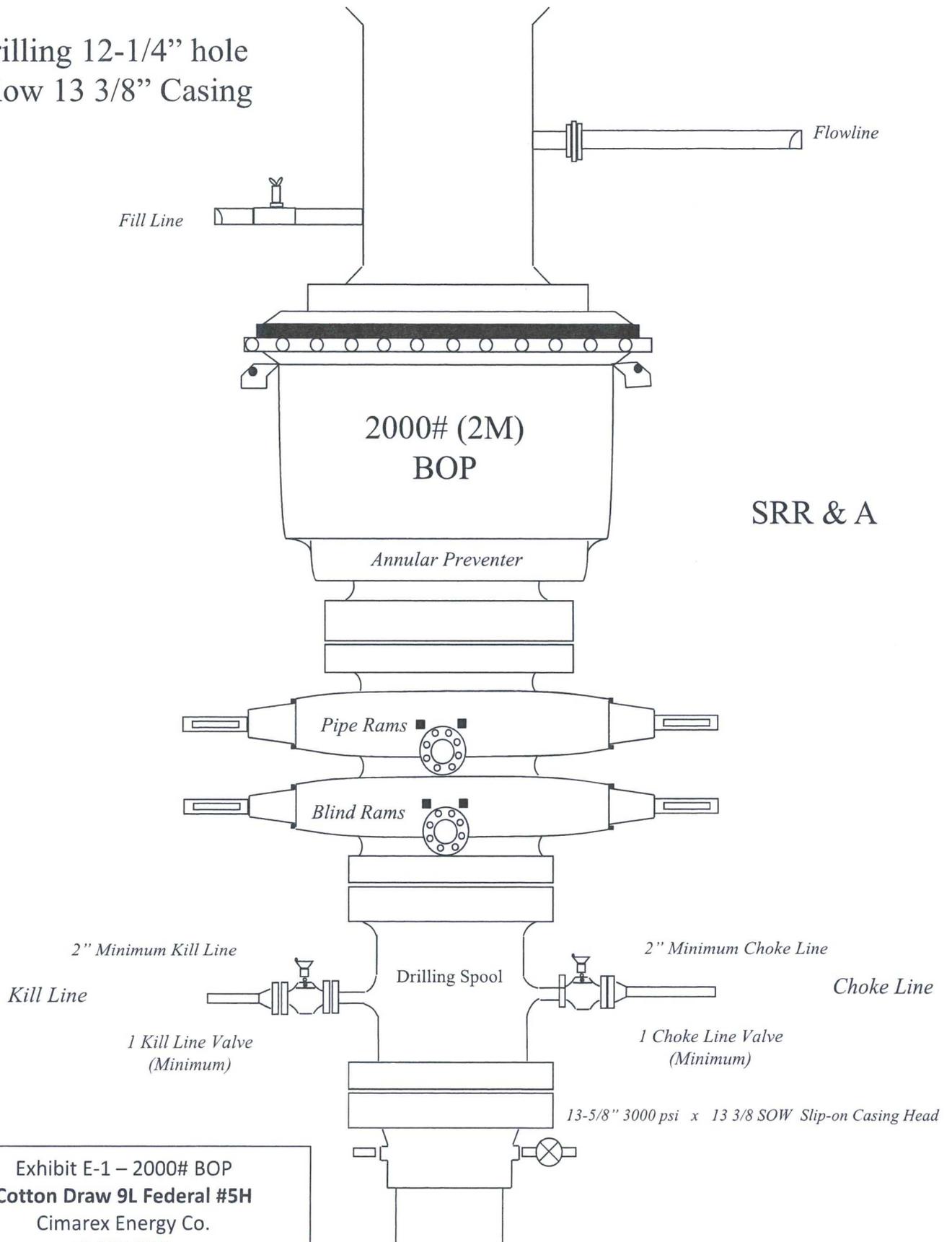


**Drilling Operations  
 Choke Manifold  
 2M/3M Service**

2M: 1 Valve Minimum  
 3M: 2 Valves Minimum  
 HCR Valve is optional

Exhibit E-1 – Choke Manifold Diagram  
**Cotton Draw 9L Federal #5H**  
 Cimarex Energy Co.  
 9-25S-32E  
 Lea County, NM

Drilling 12-1/4" hole  
below 13 3/8" Casing



SRR & A

Exhibit E-1 – 2000# BOP  
Cotton Draw 9L Federal #5H  
Cimarex Energy Co.  
9-25S-32E  
Lea County, NM

Drilling 8-3/4" hole  
below 9 5/8" Casing

Fill Line

Flowline

3000# (3M)  
BOP

Annular Preventer

SRR & A

Pipe Rams

Blind Rams

2" Minimum Kill Line

3" minimum choke line

Kill Line

Drilling  
Spool

Choke Line

2 Valves Minimum  
(including 1 check valve)

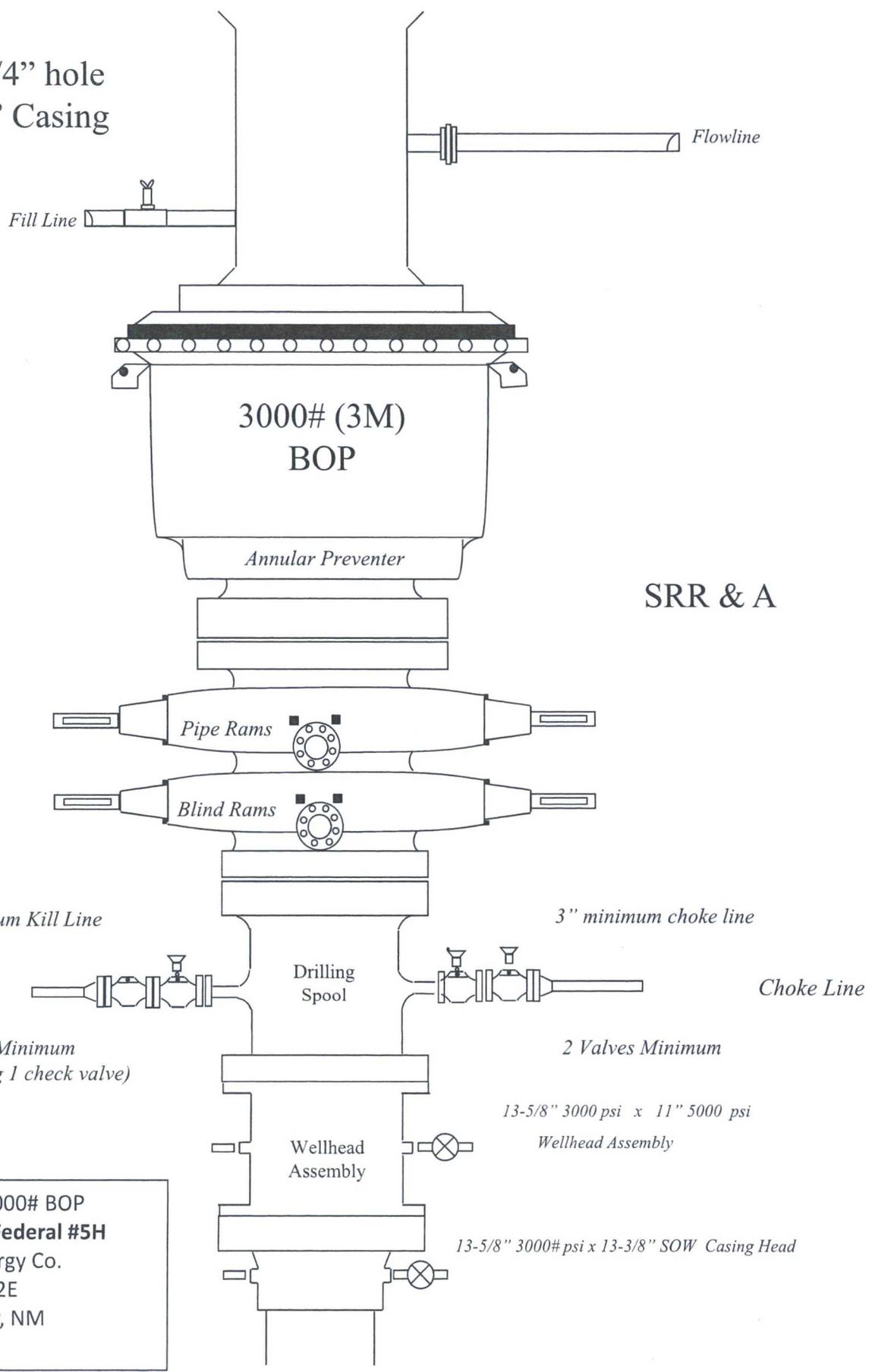
2 Valves Minimum

13-5/8" 3000 psi x 11" 5000 psi  
Wellhead Assembly

Wellhead  
Assembly

13-5/8" 3000# psi x 13-3/8" SOW Casing Head

Exhibit E-1 – 3000# BOP  
Cotton Draw 9L Federal #5H  
Cimarex Energy Co.  
9-25S-32E  
Lea County, NM



## Cotton Draw 9L Federal 5H Casing Assumptions

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12 1/4	0	4535	9-5/8"	40.00	J-55	LT&C	1.38	1.64	2.87
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BLM Minimum Safety Factor							1.125	1	1.6 Dry 1.8 Wet

All casing strings will be tested in accordance with Onshore Oil and Gas Order #2 III.B.1.h

Exhibit F – Co-Flex Hose  
Cotton Draw 9L Federal #5H  
Cimarex Energy Co.  
9-25S-32E  
Lea County, NM

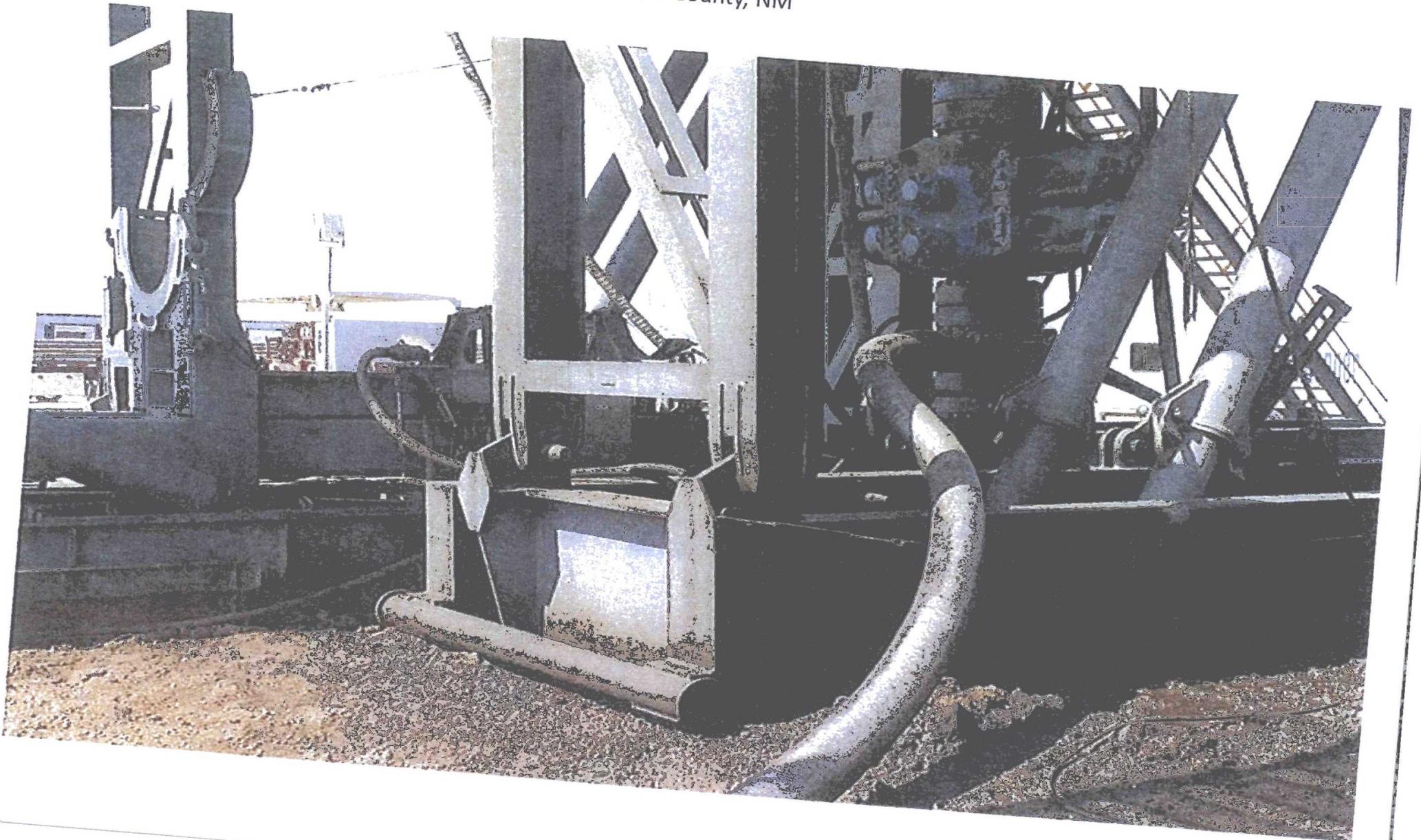


Exhibit F-1 – Co-Flex Hose Hydrostatic Test

Cotton Draw 9L Federal #5H

Cimarex Energy Co.

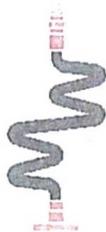
9-25S-32E

Lea County, NM



## Midwest Hose & Specialty, Inc.

INTERNAL HYDROSTATIC TEST REPORT		
Customer: Oderco Inc		P.O. Number: odyd-271
HOSE SPECIFICATIONS		
Type:	Stainless Steel Armor Choke & Kill Hose	Hose Length: 45'ft.
I.D.	4 INCHES	O.D. 9 INCHES
WORKING PRESSURE	TEST PRESSURE	BURST PRESSURE
10,000 PSI	15,000 PSI	0 PSI
COUPLINGS		
Stem Part No. OKC OKC	Ferrule No. OKC OKC	
Type of Coupling: Swage-It		
PROCEDURE		
<i>Hose assembly pressure tested with water at ambient temperature.</i>		
TIME HELD AT TEST PRESSURE 15 MIN.	ACTUAL BURST PRESSURE: 0 PSI	
Hose Assembly Serial Number: 79793	Hose Serial Number: OKC	
Comments:		
Date: 3/8/2011	Tested: <i>[Signature]</i>	Approved: <i>[Signature]</i>



Midwest Hose & Specialty, Inc.

### Internal Hydrostatic Test Graph

March 3, 2011

Customer: Houston

Pick Ticket #: 94260

#### Hose Specifications

Hose Type: C.S.K.  
 I.D.: 4"  
 Working Pressure: 10000 PSI

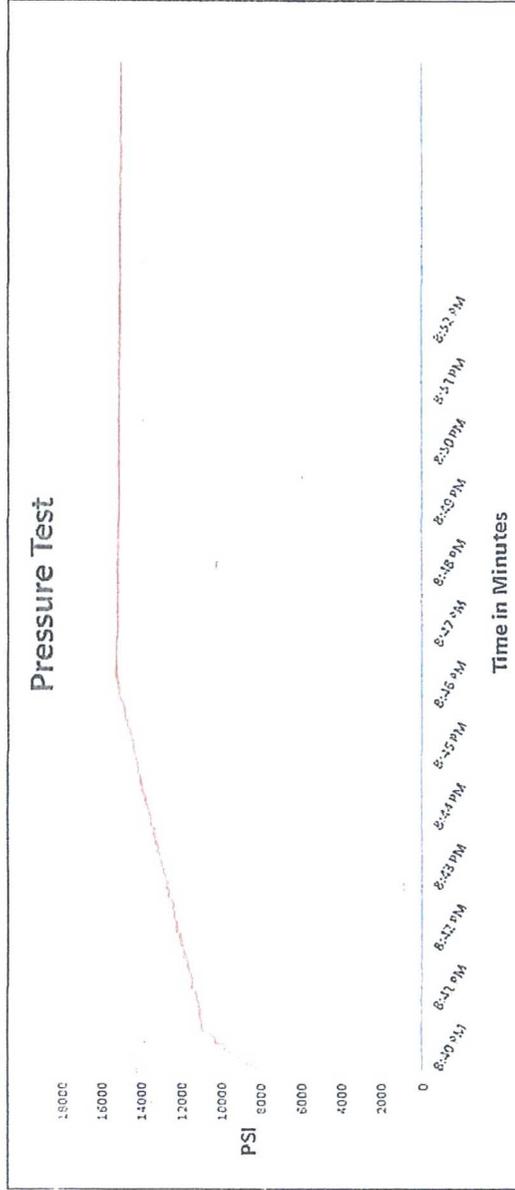
Length: 45'  
 O.D.: 6.09"  
 Burst Pressure: Standards Safety Multiplier Applies

#### Verification

Type of Fittings: 41/16 10K  
 Die Size: 6.38"  
 Hose Serial #: 5544

Coupling Method: Swage  
 Final O.D.: 6.25"  
 Hose Assembly Serial #: 79793

Exhibit F-1 – Co-Flex Hose Hydrostatic Test  
**Cotton Draw 9L Federal #5H**  
 Cimarex Energy Co.  
 9-25S-32E  
 Lea County, NM



Test Pressure: 15000 PSI  
 Time Held at Test Pressure: 11 Minutes  
 Actual Burst Pressure: 15483 PSI  
 Peak Pressure: 15483 PSI

Comments: Hose assembly pressure tested with water at ambient temperature.

Tested By: Zoe McConnell

Approved By: Kim Thomas

Exhibit F-2 – Co-Flex Hose  
Cotton Draw 9L Federal #5H  
Cimarex Energy Co.  
9-25S-32E  
Lea County, NM



## Midwest Hose & Specialty, Inc.

Certificate of Conformity	
Customer:	PO
DEM	ODYD-271
SPECIFICATIONS	
Sales Order	Dated:
79793	3/8/2011
<p>We hereby certify that the material supplied for the referenced purchase order to be true according to the requirements of the purchase order and current industry standards</p> <p>Supplier: Midwest Hose &amp; Specialty, Inc. 10640 Tanner Road Houston, Texas 77041</p>	
Comments:	
Approved:	Date:
<i>Jamul Garcia</i>	3/8/2011



Exhibit F -3- Co-Flex Hose  
Cotton Draw 9L Federal #5H  
Cimarex Energy Co.  
9-25S-32E  
Lea County, NM

## Specification Sheet Choke & Kill Hose

The Midwest Hose & Specialty Choke & Kill hose is manufactured with only premium components. The reinforcement cables, inner liner and cover are made of the highest quality material to handle the tough drilling applications of today's industry. The end connections are available with API flanges, API male threads, hubs, hammer unions or other special fittings upon request. Hose assembly is manufactured to API 7K. This assembly is wrapped with fire resistant vermiculite coated fiberglass insulation, rated at 2000 degrees with stainless steel armor cover.

<b>Working Pressure:</b>	5,000 or 10,000 psi working pressure
<b>Test Pressure:</b>	10,000 or 15,000 psi test pressure
<b>Reinforcement:</b>	Multiple steel cables
<b>Cover:</b>	Stainless Steel Armor
<b>Inner Tube:</b>	Petroleum resistant, Abrasion resistant
<b>End Fitting:</b>	API flanges, API male threads, threaded or butt weld hammer unions, unbolt and other special connections
<b>Maximum Length:</b>	110 Feet
<b>ID:</b>	2-1/2", 3", 3-1/2", 4"
<b>Operating Temperature:</b>	-22 deg F to +180 deg F (-30 deg C to +82 deg C)