

State of New Mexico
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

APPLICATION FOR PERMIT TO DRILL, RE-ENTER, DEEPEN, PLUGBACK, OR ADD A ZONE

1. Operator Name and Address CIMAREX ENERGY CO. 15 EAST 5TH STREET TULSA, OK 74103		2. OGRID Number 215099
		3. API Number 30-025-38690
4. Property Code 34887	5. Property Name CAUDILL SOUTH 21 FEE	6. Well No. 003

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
J	21	15S	36E	J	2000	S	2220	E	LEA

8. Pool Information

CAUDILL,PERMO UPPER PENN	10830
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Additional Well Information

9. Work Type New Well	10. Well Type OIL	11. Cable/Rotary	12. Lease Type Private	13. Ground Level Elevation 3895
14. Multiple N	15. Proposed Depth 12167	16. Formation Wolfcamp	17. Contractor	18. Spud Date 3/20/2008
Depth to Ground water 72		Distance from nearest fresh water well > 1000		Distance to nearest surface water > 1000
Pit: Liner: Synthetic <input checked="" type="checkbox"/> 12 miles thick Clay <input type="checkbox"/> Pit Volume: 14000 bbls Drilling Method: Closed Loop System <input type="checkbox"/> Fresh Water <input checked="" type="checkbox"/> Brine <input type="checkbox"/> Diesel/Oil-based <input type="checkbox"/> Gas/Air <input type="checkbox"/>				

19. Proposed Casing and Cement Program

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	17.5	13.375	48	600	510	0
Int1	11	8.625	32	4500	902	0
Prod	7.875	5.5	17	10900	665	4300
Int1	4.75	2.875	6.5	12167	0	0

Casing/Cement Program: Additional Comments

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Proposed Blowout Prevention Program

Type	Working Pressure	Test Pressure	Manufacturer
DoubleRam	5000	5000	Cameran

I hereby certify that the information given above is true and complete to the best of my knowledge and belief. I further certify that the drilling pit will be constructed according to NMOCB guidelines <input checked="" type="checkbox"/> a general permit <input type="checkbox"/> or an (attached) alternative OCB-approved plan <input type="checkbox"/> .	OIL CONSERVATION DIVISION	
	Approved By: Paul Kautz	
	Title: Geologist	
	Approved Date: 1/10/2008	Expiration Date: 1/10/2009
	Conditions of Approval Attached	

Printed Name: Electronically filed by Sharon LaValley	
Title: Manager	
Email Address: slavalley@cimarex.com	
Date: 1/9/2008	Phone: 918-295-1673

District I
 1625 N. French Dr., Hobbs, NM 88240
 Phone:(505) 393-6161 Fax:(505) 393-0720

District II
 1301 W. Grand Ave., Artesia, NM 88210
 Phone:(505) 748-1283 Fax:(505) 748-9720

District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 Phone:(505) 334-6178 Fax:(505) 334-6170

District IV
 1220 S. St Francis Dr., Santa Fe, NM 87505
 Phone:(505) 476-3470 Fax:(505) 476-3462

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1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-102
 Permit 67222

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-025-38690	2. Pool Code 10830	3. Pool Name CAUDILL,PERMO UPPER PENN
4. Property Code 34887	5. Property Name CAUDILL SOUTH 21 FEE	6. Well No. 003
7. OGRID No. 215099	8. Operator Name CIMAREX ENERGY CO.	9. Elevation 3895

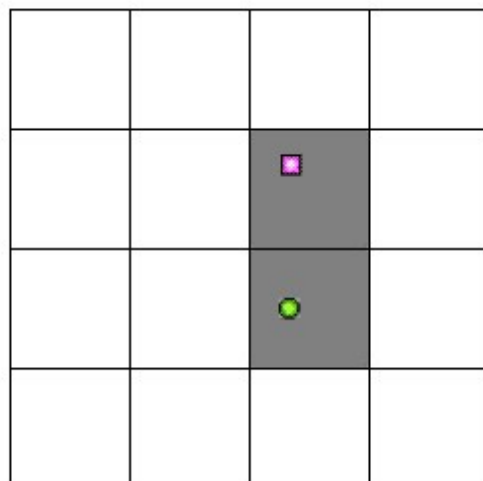
10. Surface Location

UL - Lot J	Section 21	Township 15S	Range 36E	Lot Idn	Feet From 2000	N/S Line S	Feet From 2220	E/W Line E	County LEA
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11. Bottom Hole Location If Different From Surface

UL - Lot G	Section 21	Township 15S	Range 36E	Lot Idn G	Feet From 1700	N/S Line N	Feet From 2200	E/W Line E	County LEA
12. Dedicated Acres 80.00		13. Joint or Infill		14. Consolidation Code			15. Order No.		

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION



OPERATOR CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land including the proposed bottom hole location(s) or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.

E-Signed By: Sharon LaValley

Title: Manager

Date: 1/9/2008

SURVEYOR CERTIFICATION

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief.

Surveyed By: Gary Jones

Date of Survey: 11/20/2007

Certificate Number: 7977

Permit Comments

Operator: CIMAREX ENERGY CO. , 215099

Well: CAUDILL SOUTH 21 FEE #003

API: 30-025-38690

Created By	Comment	Comment Date
ZFARRIS1	OCD received for C-144 "Pit Registration", C-102 "Acreage Dedication Plat", and Proposal on Directional drill survey.	1/9/2008
ZFARRIS1	Cimarex Energy Co. does not anticipate that there will be enough H2S from the surface to the Wolfcamp formation to meet the OCD's minimum requirements for the submission of a contingency plan for this test.	1/9/2008
ZFARRIS1	Well has proposed SHL in UL J and BHL in UL G. Therefore, it will require an E2SW 80-acre stand-up spacing unit.	1/9/2008
ZFARRIS1	C-102, C-144, and Preliminary Directional Survey will be emailed to Donna Mull.	1/9/2008
DMULL	OCD cannot accept H as part of the well number. Well number will be #003.	1/10/2008

Permit Conditions of Approval

Operator: CIMAREX ENERGY CO. , 215099

Well: CAUDILL SOUTH 21 FEE #003

API: 30-025-38690

OCD Reviewer	Condition
pkautz	Pit construction and closure must satisfy all requirements of your approved plan, O.C.D. Rule 19.15.2.50, and the Pit and Below-Grade Tank Guidelines