State of New Mexico

Form C-101 Permit 116381

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

	. Operator Name and Address ENERGY CO. OF COLORADO	OGRID Number 162683	
	15 E 5TH STREET TULSA, OK 74103	3. API Number 30-015-37945	
4. Property Code 38146	5. Property Name CHASER 8 STATE	6. Well No. 016	

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
В	8	17S	29E	В	330	N	2310	E	EDDY

8. Pool Information

EMPIRE; GLORIETA-YESO 96210

Additional Well Information

	No.	Additional Well Intoll	Hation	
9. Work Type New Well	10. Well Type OIL	11. Cable/Rotary	13. Ground Level Elevation 3631	
14. Multiple N	15. Proposed Dept	n 16. Formation Paddock	17. Contractor	18. Spud Date 6/15/2010
Depth to Ground	water	Distance from nearest fresh wat	er well	Distance to nearest surface water
it: Liner: Synthetic Closed Loop Syste	mils thi	ck Clay Pit Volume: bb	ls Drilling Method: Fresh Water X Brine I	Diesel/Oil-based Gas/Air

19. Proposed Casing and Cement Program

Type	Hole Size	Casing Type	Casing Weight/ft	Setting Depth	Sacks of Cement	Estimated TOC
Surf	16	11.75	42	450	530	0
Int1	11	8.625	24	1100	500	0
Prod	7.875	5.5	15.5	6000	1330	900

Casing/Cement Program: Additional Comments

All mud, casing, cement, and BOP details will be emailed to Artesia OCD.

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 to of my knowledge and belief. I further certify that the drilling pit will be constructed according to	OIL CONSERVATION DIVISION		
NMOCD guidelines, a general permit, or an (attached) alternative OCD-approved plan.	Approved By: Randy Dade		
Printed Name: Electronically filed by Zeno Farris	Title: District Supervisor		
Title: Manager Operations Administration	Approved Date: 6/24/2010 Expiration Date: 6/24/2012		
Email Address: zfarris@magnumhunter.com			
Date: 6/23/2010 Phone: 972-443-6489	Conditions of Approval Attached		

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

State of New Mexico

Form C-102 Permit 116381

Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr.

Santa Fe, NM 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number	2. Pool Code	3. I	Pool Name	
30-015-37945	5TA 7 (12) TOTAL 1		LORIETA-YESO	
4. Property Code	5. Property Name		6. Well No.	
38146	CHASER 8 STATE		016	
7. OGRID No.	Operator Name 9. Elevation		9. Elevation	
162683	CIMAREX ENERGY CO. OF COLORADO 3631			

10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
В	8	17S	29E	1. 1	330	N	2310	E	EDDY

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot	Idn	Feet From	N/S L	ine	Feet From	E/W Line	County
V.1121.001	cated Acres	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: Zeno Farris

Title: Manager Operations Administration

Date: 6/23/2010

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 L. Jones Date of Survey: 6/5/2010 Certificate Number: 7977

Permit Conditions of Approval

Operator: CIMAREX ENERGY CO. OF COLORADO , 162683 Well: CHASER 8 STATE #016

API: 30-015-37945

OCD Reviewer	Condition
pkautz	Once the well is spud, to prevent ground water contamination through whole or partial conduits from the surface, the operator shall drill without interruption through the fresh water zone or zones and shall immediately set in cement the water protection string