State of New Mexico

Form C-101 Permit 119593

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

CIMAREX ENER	r Name and Address GY CO. OF COLORADO	2. OGRID Number 162683	
15 E 5TH STREET		3. API Number	
TULSA , OK 74103		30-015-38138	
4. Property Code	5. Property Name	6. Wett No.	
26354	MAGNUM 16 STATE	004H	

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
В	16	198	29E	В	390	N	1980	E	EDDY

8. Pool Information

SCANLON DRAW:BONE SPRING	55510

Additional Well Information

9. Work Type New Well	10. Wett Type OIL	11. Cable/Rotary	12. Lease Type State	13. Ground Level Elevation 3362 18. Spud Date 10/15/2010	
14. Multiple N	15. Proposed Depth 12332	16. Formation Bone Spring	17. Contractor		
Depth to Ground	water	Distance from nearest fresh w	rater well	Distance to nearest surface water	
Pit: Liner: Synthetic Closed Loop Syste	mils thick	Clay Pit Volume: 1	bbls 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	17.5	13.375	48	450	540	0
Int1	12.25	9.625	40	2520	815	0
Prod	8.75	5.5	17	12332	2230	2320

Casing/Cement Program: Additional Comments

Drill 8'4" pilot hole to 8100' and log. Set 250 sx Class H cmt plug from 7406-8100.' Kick off 8'4" lateral @ 7656' and drill to TD @ 12332.' Run 5'4" 17# P-110 LTC from 0-12332.'

Proposed Blowout Prevention Program

<u> </u>			6.0
Type	Working Pressure	Test Pressure	Manufacturer
DoubleRam	5000	3000	Cameran

of my knowledge and belief.	given above is true and complete to the best pit will be constructed according to	OIL CONSERVATION DIVISION		
	l permit , or an (attached) alternative	Approved By: Randy Dade		
Printed Name: Electronically	filed by Zeno Farris	Title: District Supervisor		
Title: Manager Operations A	dministration	Approved Date: 9/2/2010	Expiration Date: 9/2/2012	
Email Address: zfarris@mag	numhunter.com			
Date: 8/31/2010 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 119593

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		Pool Name
30-015-38138	55510		AW:BONE SPRING
4. Property Code 26354	5. Property Name MAGNUM 16 STATE		6. Well No. 004H
7. OGRID No.	8. Operato		9. Elevation
162683	CIMAREX ENERGY C		3362

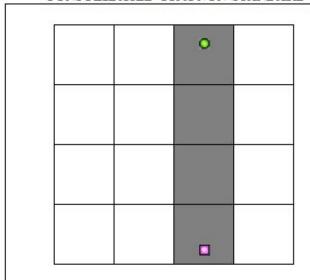
10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
В	16	198	29E		390	N	1980	E	EDDY

11. Bottom Hole Location If Different From Surface

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
O	16	198	29E	O	330	S	1980	E	LEA
200000000000000000000000000000000000000	cated Acres 0.00	13. J	oint 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: 8/31/2010

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: 7/26/2010 Certificate Number: 7977

Permit Comments

Operator: CIMAREX ENERGY CO. OF COLORADO , 162683 Well: MAGNUM 16 STATE #004H

API: 30-015-38138

Created By	Comment	Comment Date
NKRUEGER	C-102, C-144, H2S statement, and preliminary directional survey to be emailed to Artesia OCD.	8/31/2010

Permit Conditions of Approval

Operator: CIMAREX ENERGY CO. OF COLORADO , 162683 Well: MAGNUM 16 STATE #004H

API: 30-015-38138

OCD Reviewer	Condition
Artesia	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