District I 1625 N. French Dr., Hobbs, NM 88240 Phone:(575) 393-6161 Fax:(575) 393-0720

District II

811 S. First St., Artesia, NM 88210 Phone:(575) 748-1283 Fax:(575) 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

Energy, Minerals and Natural Resources

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505

Form C-101 August 1, 2011

Permit 135353

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

|                  | Name and Address               | 2. OGRID Number                         |  |
|------------------|--------------------------------|---|--|
|                  | X ENERGY CO.<br>IENFELD STREET | 215099<br>3. API Number<br>30-015-39255 |  |
|                  | ND , TX 79701                  |   |  |
| 272236           |                                |   |  |
| 4. Property Code | 5. Property Name               | 6. Well No.                             |  |
| 38732            | KANSAS 6 FEE                   |   |  |

7. Surface Location

| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| P        | 6       | 198      | 26E   | P       | 330       | S        | 990       | E        | EDDY   |

#### 8. Pool Information

50270 PENASCO DRAW;SA-YESO (ASSOC)

Additional Well Information

| 9. Work Type<br>New Well | 10. Wett T   | уре   | 11. Cable/Rotary | 12. Lesse Type Private | 13. Ground Level Elevation<br>3675 |
|--------------------------|--------------|-------|------------------|------------------------|------------------------------------|
| 14. Multiple             | 15. Proposed | Depth | 16. Formation    | 17. Contractor         | 18. Spud Date                      |
| N                        | 3000         | )     | Blinebry         |                        | 8/14/2011                          |

19. Proposed Casing and Cement Program

| Type | Hole Size | Casing Type | Casing Weight/ft | Setting Depth | Sacks of Cement | Estimated TOC |
|------|-----------|-------------|------------------|---------------|-----------------|---------------|
| Surf | 14.75     | 9.625       | 36               | 950           | 1200            | 0             |
| Prod | 8.75      | 5.5         | 17               | 3000          | 640             | 0             |

Casing/Cement Program: Additional Comments

Proposed Blowout Prevention Program

|           | 1 Toposeu Dionout 1 | revention riogram |              |
|-----------|---------------------|-------------------|--------------|
| Туре      | Working Pressure    | Test Pressure     | Manufacturer |
| DoubleRam | 3000                | 3000              | Cameran      |

| of my knowledge and belief. | nation given above is true and complete to the best<br>filling pit will be constructed according to | OIL CONSERVATION DIVISION   |                           |  |  |
|-----------------------------|---|-----------------------------|---------------------------|--|--|
|                             | eneral permit , or an (attached) alternative  | Approved By: Randy Dade     |                           |  |  |
| Printed Name: Electron      | ically filed by GENEA A HOLLOWAY  | Title: District Supervisor  |                           |  |  |
| Title:                      |   | Approved Date: 8/8/2011     | Expiration Date: 8/8/2013 |  |  |
| Email Address: ghollow      | ay@cimarex.com  |                             |                           |  |  |
| Date: 8/1/2011              | Phone: 918-295-1658   | Conditions of Approval Atta | ached                     |  |  |

#### <u>District I</u> 1625 N. French Dr., Hobbs, NM 88240

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### State of New Mexico

### Energy, Minerals and Natural Resources

Oil Conservation Division 1220 S. St Francis Dr. Santa Fe, NM 87505 Form C-102 August 1, 2011

Permit 135353

#### WELL LOCATION AND ACREAGE DEDICATION PLAT

| 1. API Number    | 2. Pool Code     | 2000 3 2000 2000 2000 | . Pool Name         |
|------------------|------------------|-----------------------|---------------------|
| 30-015-39255     | 50270            |                       | .AW;SA-YESO (ASSOC) |
| 4. Property Code | 5. Property Name |                       | 6. Well No.         |
| 38732            | KANSAS 6 FEE     |                       | 002                 |
| 7. OGRID No.     | 8. Operati       | 9. Elevation          |                     |
| 215099           | CIMAREX E        | 3675                  |                     |

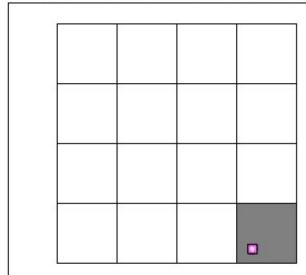
#### 10. Surface Location

| UL - Lot | Section | Township | Range | Lot Idn | Feet From | N/S Line | Feet From | E/W Line | County |
|----------|---------|----------|-------|---------|-----------|----------|-----------|----------|--------|
| P        | 6       | 198      | 26E   |         | 330       | S        | 990       | E        | EDDY   |

#### 11. Bottom Hole Location If Different From Surface

| UL - Lot                     | Section | Township | Range           | Lot Ide | Feet From         | N/S Line | Feet From | E/W Line      | County |
|------------------------------|---------|----------|-----------------|---------|-------------------|----------|-----------|---------------|--------|
| 12. Dedicated Acres<br>40.00 |         | 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: GENEA A HOLLOWAY

Title:

Date: 8/1/2011

#### 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: 7/28/2011 Certificate Number: 7977

## **Permit Comments**

Operator: CIMAREX ENERGY CO. , 215099 Well: KANSAS 6 FEE #002

API: 30-015-39255

| Created By | Comment  | Comment Date |
|------------|--|--------------|
| ZFARRIS1   | C-144 and drilling plan to be submitted to OCD office. | 8/1/2011     |
| Artesia    | Land P/P   | 8/2/2011     |

# Permit Conditions of Approval

Operator: CIMAREX ENERGY CO. , 215099 Well: KANSAS 6 FEE #002

API: 30-015-39255

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