Form 3160-5 (November 1994)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

OCD-ALTESIA

FORM APPROVED OMB No. 1004-0135 Expires July 31, 1996

WESLEY W. INGRAM

PETROLEUM ENGINEER

Lease Serial No.

AUG 2 1 2008

SUNDRY NOTICES AND REPORTS ON WELLS OCD ARTES Po not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals

| NM | [-94076 | |
|----|----------------------------------|----|
| 6. | If Indian, Allottee or Tribe Nan | 1e |

| abai | ndoned well. Use form 3160 | 0-3 (APD) for such pro | posals. | 7. If Unit or CA/Agreement, Name and/or No. |
|---|--|--|---|---|
| SUBMIT IN TR | RIPLICATE - Other instruction | ons on reverse side | | |
| 1. Type of Well X Oil Well Gas Well | Pending 8. Well Name and No. | | | |
| 2. Name of Operator | Pintail 23 Federal No. 3 | | | |
| Cimarex Energy Co. of Colors | ido | | | 9. API Well No. |
| 3a Address PO Box 140907; Irving, TX 7 | 5014-0907 | 3b Phone No (include 972-401-3111 | area code) | 30-015-36335 10. Field and Pool, or Exploratory Area |
| 4 Location of Well (Footage, Sec., T., R., N | | | | Sulphate; Delaware, SW |
| SHL 2310 FNL & 1980 FWL BHL 330 FNL & 1980 FWL | | | | 11. County or Parish, State Eddy County, NM |
| | PROPRIATE BOX(ES) T | O INDICATE NATU | JRE OF NOTIC | CE, REPORT, OR OTHER DATA |
| TYPE OF SUBMISSION | | | PE OF ACTION | |
| X Notice of Intent | Acidize X Alter Casing | Deepen | Production (Start | /Resume) Water Shut-Off Well Integrity |
| Subsequent Report | Casing Repair | New Construction | Recomplete | Other |
| | X Change Plans | Plug and Abandon | Temporarily Abar | |
| Final Abandonment Notice | Convert to Injection | Plug Back | Water Disposal | |
| | rations. If the operation results in a mandonment Notices shall be filed only a inspection.) Plans for the Pintail 23 Fed | nultiple completion or recompletion or recompleter all requirements, including No. 3 as shown on the | etion in a new interval greclamation, have be efollowing page | l, a Form 3160-4 shall be filed once een completed, and the operator has |
| 14 I hereby certify that the foregoing is true Name (Printed/Typed) | and correct | | ACCI | EPTED FOR RECORD AUG 2 1 2008 |
| | | | Gerry (| Guye, Deputy Field Inspector |
| Natalie Krueger Signature | | Regulatory A | nalyst NMOC | D District II ARTESIA |
| orginature | | Lage | | APPROVED |

which would entitle the applicant to conduct operations thereon

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

August 15, 2008

Title

Office

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Conditions of Approval, if any, are attached. Approval of this notice does not warrant or

certify that the applicant holds legal or equitable title to those rights in the subject lease

Approved by

3160-5 Alter Drilling/Casing Plan

Pintail 23 Fed 3

Cimarex Energy Co. of Colorado 23-25-26E Eddy County, NM

Proposed drilling depth:

Pilot Hole 3,650'

MD 4,898'

TVD 3,000'

Proposed drilling Plan

In 11" hole, set 8%" casing @ 440' and cement to surface. In 7%" hole, drill to Pilot Hole TD 3,650.' Run open hole logs. Plug back pilot hole with cement plug from 2,459' to 3,650.' Dress off cement plug. Mill window from 2,804' to 2,814' and kick off 7%" lateral @ 2,809.' Drill 7%" hole through curve and set & cement 5%" casing at 3,109' MD (3,000' TVD). Drill lateral 4%" hole from 3,109' MD to 4,898' MD (3,000' TVD). Attempt natural open-hole completion. If natural flow is not possible with open-hole completion, attempt completion with 2%" slotted liner and no cement (liner hanger @ 2,909' MD). If not viable, attempt completion with 2%" Peak Completion Assembly (RSB packer @ 2,909' MD).

Proposed Mud Circulating System:

Pilot Hole

| ', | Depth | | Muď Wt | Visč | Fluid Loss | Type Mud |
|------|-------|--------|------------|-------|------------|---|
| 0' | to | 440' | 8.4 - 8.6 | 30-32 | NC | FW spud mud. Add FW to control weight & viscosity and add paper to prevent seepage. |
| 440' | to | 3,650' | 9.9 - 10.0 | 28-29 | NC | Brine. Sweep as needed to clean hole. |

Lateral

| | Depth | | Mud Wt | Visc | Fluid Loss | Type Mud |
|-------|-------|--------|--------|-------|------------|---|
| KOP | to | MD | 9.0 | 28-30 | NC | Cut brine. Sweep as needed to clean hole. |
| 2.809 | | 4.898¹ | | | | |

Sufficient mud materials will be kept on location at all times in order to combat lost circulation or unexpected kicks. In order to run DSTs, open hole logs, and casing, the viscosity and water loss may have to be adjusted in order to meet these needs.

Proposed Casing Program:

| · · · · · · · · · · · · · · · · · · · | | | | | | | | | | | |
|---------------------------------------|-----------|---------|-------|-------|-------|-------|--------|--------|--------|-------|---|
| Pilot Holè | Hole Size | 151 1 1 | Depth | , , , | Çasin | ig OD | Weight | Thread | Collar | Grade | |
| Surface | 11" | 0' | to | 440' | New | 8¾" | 24# | 8-R | STC | J-55 | ı |

| Lateral | Hole Size | 47. | Depth | | Casin | g QD | Weight | Thread | Collar | Grade |
|---------------|-----------|-----|-------|----|-------|------|--------|--------|--------|-------|
| Intermediate | 71/8" | 0' | to | MD | New | 5½" | 17# | 8-R | втс | J-55 |
| Open Hole | 4¾" | MD | to | MD | open | hole | | | | |
| | or | | | | | | | | | |
| Lateral Liner | 4¾" | MD | to | MD | New | 2%" | 6.5# | 8-R | EUE | J-55 |
| or | | | | | | | | | | |
| Peak | 4¾" | MD | to | MD | New | 2%" | 6.5# | 8-R | EUE | J-55 |

3160-5 Alter Drilling/Casing Plan

Pintail 23 Fed 3

Cimarex Energy Co. of Colorado 23-25-26E Eddy County, NM

Cementing:

| CCITICITIES. | |
|-----------------|--|
| Surface | 500 sx Class C + 2% CaCl ₂ (wt 14.8, yld 1.34) |
| | TOC Surface |
| Intermediate | Lead: 600 sx Class C Light + 1/4# Flocele + 1# Gilsonite + 6% Gel + 12% Salt (wt 12.4, yld 2.37) |
| | Tail: 400 sx Class C Neat + 2% CaCl₂ (wt 14.8, yld 1.34) |
| | |
| | TOC Surface |
| Lateral Liner | If hole stability problems exist, set 2%" 6.5# J-55 slotted liner. Set liner hanger @ MD |
| Contingency | 2,909.' TOL MD 2,909' and BOL MD 4,898.' No cement. |
| Peak Completion | If open hole completion is tight, run 2%" J-55 slotted liner. Set RSB Packer @ MD 2,909. |
| Assembly | TOL MD 2,909' and BOL MD 4,898.' No cement. Frac as needed. |
| Contingency | |

Fresh water zones will be protected by setting 8½" casing at 440' and cementing to surface. Hydrocarbon zones will be protected by setting 5½" casing at 3,109' and cementing to surface.