

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. OF COLORADO 5215 N. O'CONNOR BLVD. IRVING , TX 75039		2. OGRID Number 162683
		3. API Number 30-015-35559
4. Property Code 36464	5. Property Name HOMER STATE COM	6. Well No. 001

7. Surface Location

UL - Lot C	Section 2	Township 25S	Range 25E	Lot Idn 3	Feet From 660	N/S Line N	Feet From 1980	E/W Line W	County EDDY
---------------	--------------	-----------------	--------------	--------------	------------------	---------------	-------------------	---------------	----------------

8. Pool Information

CHOSA DRAW,MORROW (GAS)	74900
-------------------------	-------

Additional Well Information

9. Work Type New Well	10. Well Type GAS	11. Cable/Rotary	12. Lease Type State	13. Ground Level Elevation 3601
14. Multiple N	15. Proposed Depth	16. Formation Morrow	17. Contractor	18. Spud Date 7/1/2007
Depth to Ground water 300		Distance from nearest fresh water well		Distance to nearest surface water

Pit: Liner: Synthetic ☐ mils thick Clay ☐ Pit Volume: bbls Drilling Method:
 Closed Loop System ☒ Fresh Water ☐ Brine ☐ 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	350	325	0
Int1	12.25	9.625	40	2400	1100	0
Prod	8.75	5.5	17	12000	2285	2500

Casing/Cement Program: Additional Comments

Complete mud, casing and BOP details will be emailed to Bryan Arrant separately.
--

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 NMOCD guidelines <input type="checkbox"/> a general permit <input type="checkbox"/> or an (attached) alternative OCD-approved plan <input type="checkbox"/>. Printed Name: Electronically filed by Zeno Farris Title: Manager Operations Administration Email Address: zfarris@magnumhunter.com Date: 4/20/2007 Phone: 972-443-6489	OIL CONSERVATION DIVISION	
	Approved By: Bryan Arrant	
	Title: Geologist	
	Approved Date: 4/23/2007 Expiration Date: 4/23/2008	
	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
Energy, Minerals and Natural Resources
Oil Conservation Division
1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-102
 Permit 50640

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-015-35559	2. Pool Code 74900	3. Pool Name CHOSA DRAW MORROW (GAS)
4. Property Code 36464	5. Property Name HOMER STATE COM	6. Well No. 001
7. OGRID No. 162683	8. Operator Name CIMAREX ENERGY CO. OF COLORADO	9. Elevation 3601

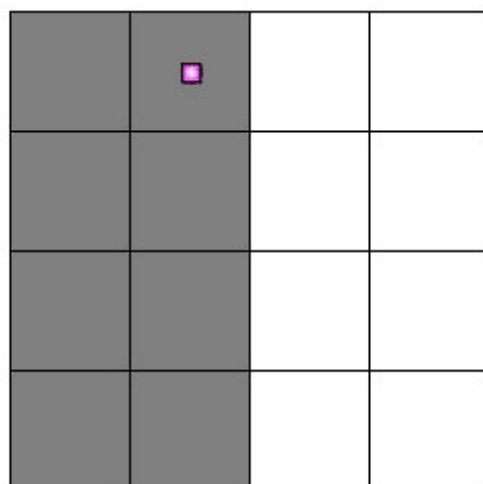
10. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
C	2	25S	25E	3	660	N	1980	W	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
12. Dedicated Acres 320.22		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: 4/20/2007

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: 3/29/2007
 Certificate Number: 7977

Permit Comments

Operator: CIMAREX ENERGY CO. OF COLORADO , 162683

Well: HOMER STATE COM #001

API: 30-015-35559

Created By	Comment	Comment Date
NKRUEGER	C-144 will be emailed to Tim Gum.	4/4/2007
NKRUEGER	H2S Statement will be emailed to Bryan Arrant.	4/4/2007

Permit Conditions of Approval

Operator: CIMAREX ENERGY CO. OF COLORADO , 162683

Well: HOMER STATE COM #001

API: 30-015-35559

OCD Reviewer	Condition
BArrant	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
BArrant	As noted, operator to drill surface hole with fresh water mud.
BArrant	Operator to set surface casing above the Salado formation. Please refer to offset geology for more information.