

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 15 E 5TH STREET TULSA, OK 74103		2. OGRID Number 162683
4. Property Code 21729		3. API Number 30-015-38066
5. Property Name PARKWAY STATE 17 COM		6. Well No. 003H

7. Surface Location

UL - Lot	Section	Township	Range	Lot Idn	Feet From	N/S Line	Feet From	E/W Line	County
E	17	19S	29E	E	1980	N	375	W	EDDY

8. Pool Information

SCANLON DRAW;BONE SPRING	55510
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Additional Well Information

9. Work Type New Well	10. Well Type OIL	11. Cable/Rotary	12. Lease Type State	13. Ground Level Elevation 3368
14. Multiple N	15. Proposed Depth 12288	16. Formation Bone Spring	17. Contractor	18. Spud Date 9/15/2010
Depth to Ground water		Distance from nearest fresh water well		Distance to nearest surface water
Pit: Liner: Synthetic <input type="checkbox"/> mls thick Clay <input type="checkbox"/> Pit Volume: bbls Drilling Method: Closed Loop System <input type="checkbox"/> Fresh Water <input checked="" type="checkbox"/> Brine <input type="checkbox"/> Diesel/Oil-based <input type="checkbox"/> Gas/Air <input type="checkbox"/>				

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	250	310	0
Int1	12.25	9.625	40	2500	700	0
Prod	8.75	5.5	17	12288	2230	2300

Casing/Cement Program: Additional Comments

Drill 8 3/4" pilot hole to 8100' and log. Set 250 sx Class H cmt plug from 7336-8100.' Kick off 8 3/4" lateral @ 7586' and drill to TD @ 12288.' Run 5 1/2" 17# P-110 LTC from 0-12288.' Complete mud, casing, cement, and BOP details to 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 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"/> .	OIL CONSERVATION DIVISION
Printed Name: Electronically filed by Zeno Farris	Approved By: Randy Dade
Title: Manager Operations Administration	Title: District Supervisor
Email Address: zfarris@magnumhunter.com	Approved Date: 8/19/2010 Expiration Date: 8/19/2012
Date: 8/11/2010 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
Energy, Minerals and Natural Resources
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1220 S. St Francis Dr.
Santa Fe, NM 87505

Form C-102
 Permit 118524

WELL LOCATION AND ACREAGE DEDICATION PLAT

1. API Number 30-015-38066	2. Pool Code 55510	3. Pool Name SCANLON DRAW;BONE SPRING
4. Property Code 21729	5. Property Name PARKWAY STATE 17 COM	6. Well No. 003H
7. OGRID No. 162683	8. Operator Name CIMAREX ENERGY CO. OF COLORADO	9. Elevation 3368

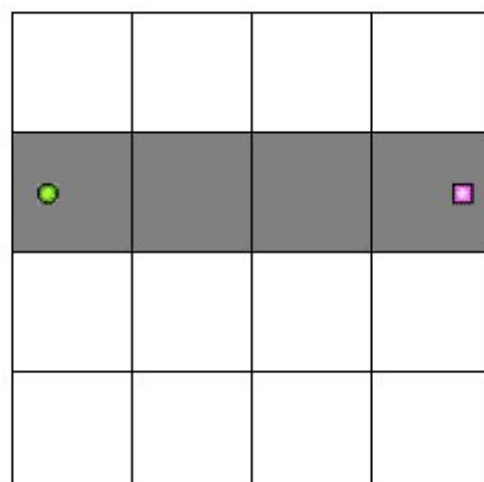
10. Surface Location

UL - Lot E	Section 17	Township 19S	Range 29E	Lot Idn	Feet From 1980	N/S Line N	Feet From 375	E/W Line W	County EDDY
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11. Bottom Hole Location If Different From Surface

11. Bottom Hole Location If Different From Surface									
UL - Lot H	Section 17	Township 19S	Range 29E	Lot Idn H	Feet From 1980	N/S Line N	Feet From 330	E/W Line E	County EDDY
12. Dedicated Acres 160.00		13. Joint or Infill		14. Consolidation Code Communitization		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: 8/11/2010

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: 2/5/2010
 Certificate Number: 7977

Permit Comments

Operator: CIMAREX ENERGY CO. OF COLORADO , 162683

Well: PARKWAY STATE 17 COM #003H

API: 30-015-38066

Created By	Comment	Comment Date
NKRUEGER	C-144, C-102, H2S, and preliminary directional plan to be emailed to Artesia OCD.	8/11/2010

Permit Conditions of Approval

Operator: CIMAREX ENERGY CO. OF COLORADO , 162683

Well: PARKWAY STATE 17 COM #003H

API: 30-015-38066

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