

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

NMOCD - ACOI 100-A

**IN THE MATTER OF CIMAREX ENERGY CO OF COLORADO (FORMERLY
GRUY PETROLEUM MANAGEMENT CO.),**

Respondent.

**AMENDED
AGREED COMPLIANCE ORDER**

Pursuant to Ordering Paragraph 3 of inactive well agreed compliance order 100 (ACOI 100) the Director of the Oil Conservation Division (OCD) hereby amends that order as follows:

FINDINGS

1. Gruy Petroleum Management Co., OGRID 162683 (Operator) has changed its name to Cimarex Energy Co of Colorado.

2. ACOI 100 requires Operator to return to compliance with OCD Rule 201 at least 6 of the wells identified in Exhibit A by July 31, 2006, and file a compliance report by that date.

3. ACOI 100 further provides that if Operator returns to compliance with OCD Rule 201 at least 6 of the wells identified in Exhibit A by July 31, 2006, and files a timely compliance report, upon verification of the report the OCD shall issue an amendment extending the terms of ACOI-100 for an additional six-month period, requiring Operator to return an additional 6 wells to compliance by that deadline. If Operator exceeds its compliance goal in any period, the excess wells shall count towards its compliance goal for the subsequent period(s).

4. Operator filed a timely compliance report, and the OCD has verified that Operator has returned the following wells identified in Exhibit A to compliance:

- | | |
|-----------------------------------|--------------|
| 1. Cagle C #004 | 30-025-31324 |
| 2. CW Shepherd Federal #002 | 30-025-31614 |
| 3. Ellen Sims A #001 | 30-025-24469 |
| 4. Moberly Rhodes WF Project #007 | 30-025-12025 |
| 5. Moberly Rhodes WF Project #008 | 30-025-12026 |
| 6. Monterey State #004 | 30-015-10177 |
| 7. New Mexico L 61 State #001 | 30-025-24257 |
| 8. Skelly Penrose A Unit #041 | 30-025-10694 |

- | | |
|---------------------------------|--------------|
| 9. State ET #002 | 30-005-62662 |
| 10. Topacio Federal 28 Com #001 | 30-025-34522 |

CONCLUSIONS

1. Operator has returned 10 wells identified on Exhibit A to compliance, exceeding its 6-well goal by 4 wells.
2. The OCD should amend ACOI-100 to extend its terms through January 31, 2007.

ORDER

1. Operator shall return to compliance by January 31, 2007 at least 2 of the wells identified in Exhibit A to ACOI 100 not listed in Findings Paragraph 4, above, to meet its 6-well goal for this period.
2. Operator shall file a compliance report as described in ACOI-100 by January 31, 2007 using the Oil Conservation Division's web-based on-line application.
3. The terms of ACOI-100 otherwise remain in effect and are extended through January 31, 2007.

Done at Santa Fe, New Mexico this 26th day of July, 2006

By: 
for Mark Fesmire, P.E.
Director, Oil Conservation Division