

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Artesia

FORM APPROVED
OMB NO 1004-0135
Expires, July 31, 2010**SUNDRY NOTICES AND REPORTS ON WELLS**
*Do not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-3 (APD) for such proposals.***SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMLC068960
2. Name of Operator CIMAREX ENERGY CO OF COLORADO		6. If Indian, Allottee or Tribe Name
3a. Address 600 E MARIENFELD STREET SUITE 600 MIDLAND, TX 79701		7. If Unit or CA/Agreement, Name and/or No
3b. Phone No. (include area code) Ph: 432-620-1936 Fx: 432-620-1940		8. Well Name and No. BLUETAIL 8 FEDERAL 2
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 8 T17S R29E SWNW Lot E 1659FNL 970FWL		9. API Well No. 30-015-38654-00-X1
		10. Field and Pool, or Exploratory EMPIRE
		11. County or Parish, and State EDDY COUNTY, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

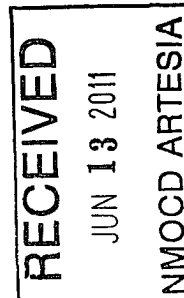
TYPE OF SUBMISSION	TYPE OF ACTION
<input checked="" type="checkbox"/> Notice of Intent	<input type="checkbox"/> Acidize
<input type="checkbox"/> Subsequent Report	<input checked="" type="checkbox"/> Alter Casing
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Casing Repair
	<input type="checkbox"/> Change Plans
	<input type="checkbox"/> Convert to Injection
	<input type="checkbox"/> Deepen
	<input type="checkbox"/> Fracture Treat
	<input type="checkbox"/> New Construction
	<input type="checkbox"/> Plug and Abandon
	<input type="checkbox"/> Plug Back
	<input type="checkbox"/> Production (Start/Resume)
	<input type="checkbox"/> Reclamation
	<input type="checkbox"/> Recomplete
	<input type="checkbox"/> Temporarily Abandon
	<input type="checkbox"/> Water Disposal
	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Well Integrity
	<input type="checkbox"/> Other

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleat horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompleat in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Cimarex proposes to a) eliminate the intermediate casing string, but proposes a contingency plan in case of lost returns; and b) alter production casing plans. Please see plans below:

Eliminate intermediate casing string and drill 8.75 inch hole to 5300 and set 5.5 inch 17# N80 LTC @ 5300. Cement with Lead Slurry: 700 sacks Class C 50/50 Poz + 10% Bentonite + 0.3% FL-10 + 0.25% R-38 + 5% Salt, Mixed at 11.92 ppg. Yield 2.37 cuft/sx, 13.52 gal/sx Fresh Water. Tail Slurry: 320 sacks C Star Bond + 0.3% FL-10 + 0.1% C-20 + 0.25% R-38. Mixed at 13.2 ppg, Yield 1.55 cuft/sx, 7.86 gal/sx Fresh Water. TOC @ surface (50% excess)

However, if lost returns occur, contingency plan to drill 11" hole and set 8.625 inch 24# J55 STC @ 1100 will be implemented. Cement with Lead: 200 sx 50:50 Poz: C + 0.2% Defoamer (D046) + 5% D044 (Salt) + 10% D020 (Extender) + 1/8 pps Polyflake (D130) + 2 pps Gilsonite (D042), 11.8 ppg, Yield



14. I hereby certify that the foregoing is true and correct	
Electronic Submission #107661 verified by the BLM Well Information System For CIMAREX ENERGY CO OF COLORADO, sent to the Carlsbad Committed to AFMSS for processing by KURT SIMMONS on 05/09/2011 (11KMS1555SE)	
Name (Printed/Typed) NATALIE E KRUEGER	Title REGULATORY
Signature (Electronic Submission)	Date 05/06/2011

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By WITHDRAWN	WESLEY INGRAM Title PETROLEUM ENGINEER	Date 06/09/2011
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 which would entitle the applicant to conduct operations thereon.		Office Carlsbad

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make 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.

Additional data for EC transaction #107661 that would not fit on the form

32. Additional remarks, continued

2.57, 15.061 gal/sx water. Tail: 300 sx C +1%S001 (CaCl₂), 14.8 ppg, 1.35 yield. 25% Excess, TOC surface.

Regardless of the intermediate casing situation, Cimarex plans to change production casing to 5.5 inch 17# N80 LTC @ 5300. Cement with Lead Slurry: 460 sacks Class C 50/50 Poz + 10% Bentonite + 0.3% FL-10 + 0.25% R-38 + 5% Salt, Mixed at 11.92 ppg. Yield 2.37 cuft/sx, 13.52 gal/sx Fresh Water. Tail Slurry: 320 sacks C Star Bond + 0.3% FL-10 + 0.1% C-20 + 0.25% R-38. Mixed at 13.2 ppg, Yield 1.55 cuft/sx, 7.86 gal/sx Fresh Water. TOC surface (50% excess).