

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD-ARTESIA

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

SEP 19 2008

OCD-ARTESIA

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

☐ Oil Well ☒ Gas Well ☐ Other

2. Name of Operator

Cimarex Energy Co. of Colorado

3a. Address

PO Box 140907; Irving, TX 75014-0907

3b. Phone No. (include area code)

972-401-3111

4. Location of Well (Footage, Sec., T., R., M., or Survey Description)

1600' FNL & 1200' FEL
1-25S-25E

5. Lease Serial No.

NM 112254

6. If Indian, Allottee or Tribe Name

7. If Unit or CA/Agreement, Name and/or No.

8. Well Name and No.

Vern 1 Federal No. 1

9. API Well No.

30-015-34109

10. Field and Pool, or Exploratory Area

Cottonwood Draw; Wildcat

11. County or Parish, State

Eddy County, NM

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

TYPE OF SUBMISSION

TYPE OF ACTION

☒ Notice of Intent

☐ Subsequent Report

☐ Final Abandonment Notice

☐ Acidize

☐ Alter Casing

☐ Casing Repair

☐ Change Plans

☐ Convert to Injection

☐ Deepen

☐ Fracture Treat

☐ New Construction

☐ Plug and Abandon

☐ Plug Back

☐ Production (Start/Resume)

☐ Reclamation

☐ Recomplete

☒ Temporarily Abandon

☐ Water Disposal

☐ Water Shut-Off

☐ Well Integrity

☐ Other

13. Describe Proposed or Completed Operation (clearly state all pertinent details, included estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompleting 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 recompleting 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.)

Well currently has CIBP @ 11092' w/ 35' cmt on top covering Morrow perms @ 10650'-11832' and CIBP @ 10800' w/ 20' cmt on top and CIBP @ 10370' covering the Atoka perms. 35' cement will be dump-bailed on CIBP @ 10370' and CIBP @ 10800' cement shortage will be remediated upon PA of well. -SEE COA'S

Cimarex would like to perform a CIT on this well by performing the following operations:

- Contact BLM to notify about the upcoming CIT
- Dump 35' of cement on top of CIBP @ 10370' - SEE COA'S
- Fill wellbore with corrosion-inhibited fluid
- Pressure-test well to 500# psi for 30 minutes
- Perform bradenhead test

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

Request TA status due to horizontal Cisco-Canyon and/or horizontal Delaware potential. Cimarex has recently begun a horizontal Cisco-Canyon and Delaware program in the White City; Penn area. Currently drilling second well in the Delaware program and starting Cisco-Canyon project. Pending reservoir and production data from our Cisco-Canyon/Delaware program we will schedule this well for a horizontal Cisco-Canyon or Delaware re-completion.

ACCEPTED FOR RECORD

14. I hereby certify that the foregoing is true and correct
Name (Printed/Typed)

Zeno Farris

Signature

Zeno Farris

SEP 19 2008

Gerry Guye, Deputy Field Inspector
NMOCD-District II Artesia
Manager, Operations Administration

Title

Date

September 8, 2008

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

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

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.

(Instructions on reverse)

APPROVED

SEP 15 2008

/s/ JD Whitlock Jr

Date

BUREAU OF LAND MANAGEMENT
CARLSBAD FIELD OFFICE

Vern 1 Federal No. 1

Cimarex Energy Co. Of Colorado

September 15, 2008

Condition of Approval

1. Within 90 day submit a Notice of Intent with all Horizontal Drilling information attached and proposed time frame drilling will commence, or Submit a Notice of Intent to Plug and Abandon.
2. Cement on top of CIBP will be 25 sacks Placed with tubing Class H 16.4 LBs, @ 1.06 Yld.
3. Cement on top of CIBP must be placed prior to any drilling operations
4. Subsequent report to be filed within 30 days of work being completed
5. After any completion and test of well, file completion report 3160-4 within 30 days
6. If a well goes off production for more than 30 days notify BLM by sundry within 5 business days