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DISTRICT I 1625 N. French Dr., Hobbs, NM 88240

OCT 04 2000 Energy, Minerals and Natural Resources Department

Revised July 16, 2010

DISTRICT III HOBBSOCD CONSERVATION DIVISION 1220 South St. Francis D Santa Fe, New Mexico 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

Submit one copy to appropriate District Office

DISTRICT IV

1220 S. St. Francis Dr., Santa Fe, NM 87505

☐ AMENDED REPORT

Form C-102

| API Number | Paol Code | | | | | | | |
|---------------|-------------------|----------------------------------|--|--|--|--|--|--|
| 70-015-30 | 32/4 96610 | 96610 EMPIRE; GLORIETA-YES | | | | | | |
| Property Code | Pro | Well Number | | | | | | |
| 38146 | CHASER | 13 | | | | | | |
| OGRID No. | Ope | Elevation | | | | | | |
| 162683 | CIMAREX ENERGY | CIMAREX ENERGY CO. OF COLORADO 3 | | | | | | |

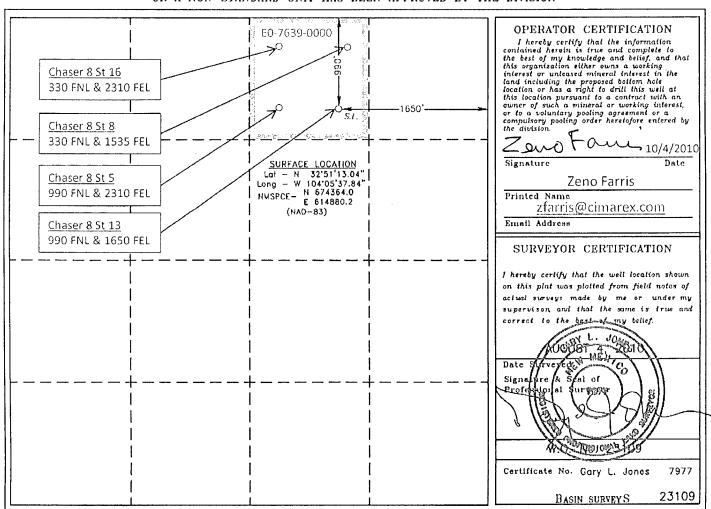
Surface Location

| i | UL or lot No. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|---|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| | В | 8 | 17 S | 29 E | | 990 | NORTH | 1650 | EAST | EDDY |

Bottom Hole Location If Different From Surface

| UL or lot No. | Section | Township | Range | Lot Idn | Feet from the | North/South line | Feet from the | East/West line | County |
|----------------|-----------|---------------|-------------|---------|---------------|------------------|---------------|----------------|--------|
| Dedicated Acre | s Joint o | r Infill Co | nyolidation | Code Or | der No. | | | | |
| 40 | | | | | | | | | |

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





Cimarex Energy Co. of Colorado

600 N. Marienfeld St. ♦ Suite 400 ♦ Midland, TX 79701 ♦ (432) 571-7800 ♦ Fax (432) 620-1940 A subsidiary of Cimarex Energy Co. • A NYSE Listed Company • "XEC"

October 4, 2010

Oil Conservation Division District II Office 1301 W. Grand Ave. Artesia, New Mexico 88210 Attn: Ms. Linda Bratcher

Re: Statewide Rule 118 Hydrogen Sulfide Gas Contingency Plan Proposed Chaser 8 State No. 13 Well

Dear Ms. Bratcher:

In accordance with NMAC 19.15.3.118 C. (1) governing the determination of the hydrogen sulfide concentration in gaseous mixtures in each of its operations, Cimarex Energy Co. of Colorado does not anticipate that there will be enough H2S from the surface to the Blinebry formations to meet the OCD's minimum requirements for the submission of a contingency plan for the drilling and completion of the following test(s):

Chaser 8 State No. 13 8-17S-29E 990 FNL & 1650 FEL Eddy County, NM

If anything further is needed regarding this issue, or if you have any questions, please feel free to contact the undersigned at 432-620-1938.

Yours truly,

Zeno Farris

Manager Operations Administration

Zeno Faues

Mud, Casing, Cementing, and BOP Attachment

Chaser 8 State No. 13

Cimarex Energy Co. of Colorado Unit B, Section 8 T17S-R29E, Eddy County, NM

In response to questions asked under Section II B of Bulletin NTL-6, the following information is provided for your consideration:

Location:

990 FNL & 1650 FEL

Elevation above sea level:

3616' GR

Proposed drilling depth:

6000,

Proposed Mud Circulating System:

| | Dept | n . | Mud Wt | Visc | Fluid Loss | Type Mud |
|----|------|-------|-----------|-------|------------|-------------|
| 0' | to | 450' | 8.4 - 8.6 | 28 | NC | FW |
| 0' | to | 1100' | 10.0 | 30-32 | NC | Brine water |
| 0' | to | 6000' | 8.4 - 9.5 | 30-32 | NC | FW, brine |

Sufficient mud materials will be kept on location at all times in order to combat lost circulation or unexpected kicks. In order to run DSTs, open hole logs, and casing, the viscosity and water loss may have to be adjusted in order to meet these needs.

Mud, Casing, Cementing, and BOP Attachment

Chaser 8 State No. 13

Cimarex Energy Co. of Colorado Unit B, Section 8

T17S-R29E, Eddy County, NM

Casing & Cementing Plan:

| String | Hole Size | | Depth | 1 | Casin | ng OD | Weight | Collar | Grade |
|--------------|-----------|----|-------|-------|-------|--------|--------|--------|-------|
| Surface | 14¾" | 0' | to | 450' | New | 11%" | 42# | STC | H-40 |
| Intermediate | 11" | 0' | to | 1100' | New | 85/811 | 24# | STC | J-55 |
| Production | 7%" | 0' | to | 6000' | New | 5½" | 17# | LTC | P-110 |

Cementing Plan:

Surface

530 sx Class H + 2% CaCl₂ (wt 14.8, yld 1.34)

TOC Surface

Intermediate

<u>Lead:</u> 300 sx Class C Lite + 6# Salt + 1/4# CF (wt 12.7, yld 1.99)

Tail: 200 sx Class C + 2% CaCl₂ (wt 14.8, yld 1.34)

TOC Surface

Production

Stage 1

580 sx 50/50/2 Class C + 1% FL25 + 0.3% FL52 + 5% Salt + 0.5% SMS (wt 13, yld 1.68)

Stage 2

Lead: 550 sx Class H Lite + 6# Salt + 1/4# CF (wt 12.7, yld 1.92)

Tail: 200 sx Class H + 2% CaCl₂ (wt 13, yld 1.68)

TOC 900'

Fresh water zones will be protected by setting 11%" casing at 450' and cementing to surface. Hydrocarbon zones will be protected by setting 8%" casing at 1100' and cementing to surface, and by setting 5%" casing at 6000' and cementing to 900.'

| Collapse Factor | Burst Factor | Tension Factor |
|-----------------|---------------------|----------------|
| 1.125 | 1.125 | 1.6 |

Pressure control Equipment:

Surface Casing

A minimum 11½" 2000 psi working pressure BOP consisting of one set of blind rams and one set of pipe rams. A choke manifold and 120 gallon accumulator with floor and remote operating stations and auxiliary power system. A kelly cock will be installed and maintained in operable condition and a drill string safety valve in the open position will be available on the rig floor. Ram-type BOP to be function-tested once per day. Ram-type preventor will be tested to 250 psi low and 1000 psi high by an independent service company.

Intermediate & Production Casing

A minimum 8%" 2000 psi working pressure BOP consisting of one set of blind rams and one set of pipe rams. A choke manifold and 120 gallon accumulator with floor and remote operating stations and auxiliary power system. Rotating head below 1100.' A kelly cock will be installed and maintained in operable condition and a drill string safety valve in the open position will be available on the rig floor. Ram-type BOP to be tested to 250 psi low and 2000 psi high by an independent service company.

BOP unit will be hydraulically operated. BOP will be nippled up and operated at least once a day while drilling and the blind rams will be operated when out of hole during trips. No abnormal pressure or temperature is expected while drilling.