

Submit 3 Copies To Appropriate District Office
 District I
 1625 N. French Dr., Hobbs, NM 87240
 District II
 1301 W. Grand Ave., Artesia, NM 88210
 District III
 1000 Rio Brazos Rd., Aztec, NM 87410
 District IV
 1220 S. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico
 Energy, Minerals and Natural Resources

Form C-103
 May 27, 2004

OIL CONSERVATION DIVISION
 1220 South St. Francis Dr.
 Santa Fe, NM 87505

WELL API NO. 30-015-24453
5. Indicate Type of Lease STATE <input type="checkbox"/> FEE <input checked="" type="checkbox"/>
6. State Oil & Gas Lease No.
7. Lease Name or Unit Agreement Name: WALTERS FEE
8. Well Number 1
9. OGRID Number
10. Pool name or Wildcat 4 MILE DRAW (ATOKA)

Month - Year
 JUN 6 2007
 OCD - ARTESIA

SUNDRY NOTICES AND REPORTS ON WELLS
 (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well:
 Oil Well Gas Well Other

2. Name of Operator
 CIMAREX ENERGY CO. OF COLORADO ATTN: ZENO FARRIS

3. Address of Operator
 P.O. BOX 140907, IRVING, TEXAS 75014-0907

4. Well Location
 Unit Letter B : 660 feet from the NORTH line and 1980 feet from the EAST line
 Section 07 Township 19-S Range 27-E NMPM County EDDY

11. Elevation (Show whether DR, RKB, RT, GR, etc.)
3,274.1 GR

Pit or Below-grade Tank Application or Closure
 Pit type STEEL Depth to Groundwater 230' Distance from nearest fresh water well * Distance from nearest surface water *
 Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbs; Construction Material * NONE WITHIN 1,000'

12. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK <input type="checkbox"/>	PLUG AND ABANDON <input checked="" type="checkbox"/>	REMEDIAL WORK <input type="checkbox"/>	ALTERING CASING <input type="checkbox"/>
TEMPORARILY ABANDON <input type="checkbox"/>	CHANGE PLANS <input type="checkbox"/>	COMMENCE DRILLING OPNS. <input type="checkbox"/>	PLUG AND ABANDONMENT <input type="checkbox"/>
PULL OR ALTER CASING <input type="checkbox"/>	MULTIPLE COMPLETION <input type="checkbox"/>	CASING TEST AND CEMENT JOB <input type="checkbox"/>	
OTHER: <input type="checkbox"/>		OTHER: <input type="checkbox"/>	

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

- TAG EXISTING RBP @ +/-9,487' & DUMP BAIL 2 SXS. CMT. ON TOP OF REP.
- SET 4-1/2 CIBP @ 9260' & DUMP BAIL 2 SXS. CMT. ON TOP OF CIBP; CIRC. WELL W/ PXA MUD.
- MIX & PUMP A 50 SX. CMT. PLUG @ 7250'-6750'.
- CUT & PULL 4-1/2" CSG. @ +/-2200'; MIX & PUMP A 50 SX. CMT. PLUG @ 2250'; WOC & TAG CMT. PLUG.
- MIX & PUMP A 40 SX. CMT. PLUG @ 1565'; WOC & TAG TOP OF CMT. PLUG.
- MIX & PUMP A 40 SX. CMT. PLUG @ 350'; WOC & TAG TOP OF CMT. PLUG; SPOT A 20 SX. CMT. PLUG @ 63'-3'.
- DIG OUT & CUT OFF WELLHEAD 3' B.G.L.; WELD ON STEEL PLATE & DRY HOLE MARKER.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been will be constructed or closed according to NMOCD guidelines , a general permit or an (attached) alternative OCD-approved plan

SIGNATURE David A. Eyer TITLE AGENT DATE 06/04/07
 E-mail address: DEYLER@MILAGRO-RES.COM
 Type or print name DAVID A. EYLER Telephone No. (432) 687-3033

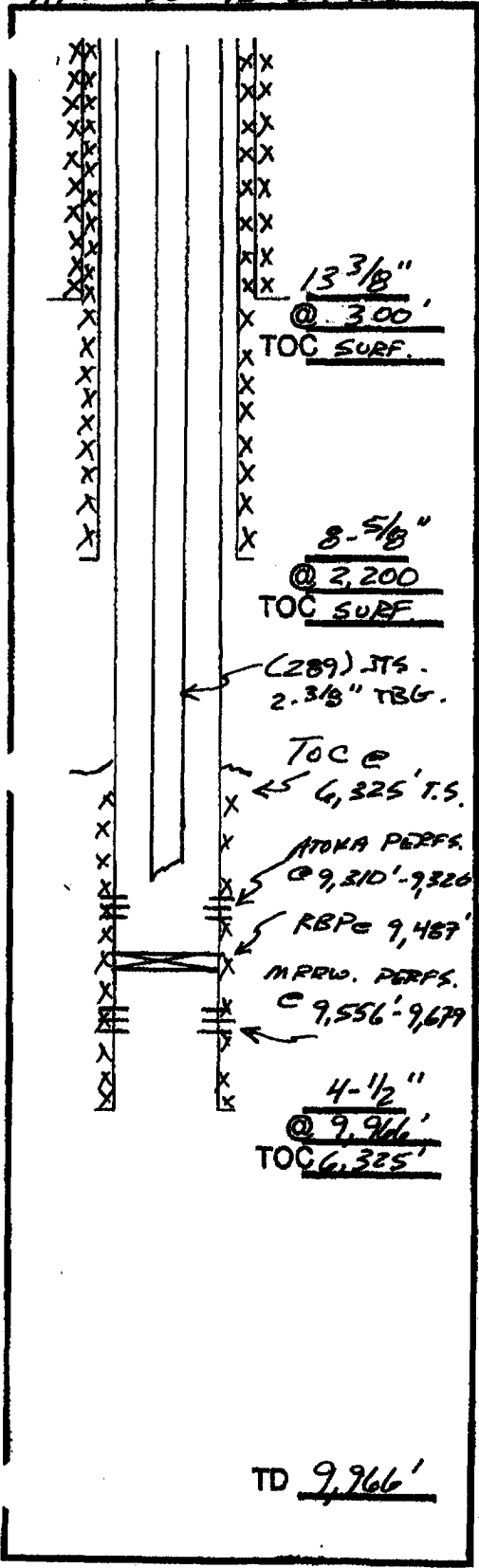
For State Use Only
 APPROVED BY [Signature] TITLE Asst DATE 6/7/07
 Conditions of Approval, if any:

PLUGGING & ABANDONMENT WORKSHEET (3 STRING CSNG)

API # 30-015-24453

OPERATOR CIMAREX ENERGY Co. of Colorado
 LEASENAME WALTERS FEE

WELL # 1
 SECT 7 TWN 19S RNG 27E
 FROM 660 N/S L 1980 E/W L
 TD: 9,966' FORMATION @ TD CHESLER
 PBD: 9,487 FORMATION @ PBD ATOKA



	SIZE	SET @	TOC	TOC DETERMINED BY
SURFACE	13-3/8"	300'	SURF.	CIRC.
INTMED 1	8-5/8"	2,200'	SURF.	CIRC. 75 SXS.
INTMED 2				
PROD	4-1/2"	9,966'	6,325'	TEMP. SURVEY
	SIZE	TOP	BOT	TOC DETERMINED BY
LINER 1				
LINER 2				
CUT & PULL @			TOP - BOTTOM	
INTMED 1			PERFS	-
INTMED 2			OPENHOLE	-
PROD				

*** REQUIRED PLUGS DISTRICT I**

RUSTLER (ANHYD)	YATES	QUEEN /T	GRAYBURG /T	SAN ANDRES /T	CAPTAN REEF	DELAWARE	BELL CANYON	CHERRY CANYON	BRUBRY CANYON	BONE SPRING	GLORIETA	BLINEBRY	TUBB	DRINKARD	ABO	WC	PENN	STRAWN	ATOKA /T	MORROW /T	MISS	DEVONIAN	
		760'	1220'	1515'																9,118'	9,480'		

PLUG	TYPE	SACKS	DEPTH
PLUG	PLUG	CMNT	
EXAMPLER			
PLUG # 1	OH	25 SXS	9850'
PLUG # 2	SHOE	50 SXS	8700'-8800'
PLUG # 3	CIBP/35'		5300'
PLUG # 4	CIBP	25 SXS	5300'
PLUG # 5	STUB	50 SXS	4600'-4700'
PLUG # 6	RETNR SQZ	200 SXS	400
PLUG # 7	SURF	10 SXS	0-10'
PLUG # 1			
PLUG # 2			
PLUG # 3			
PLUG # 4			
PLUG # 5			
PLUG # 6			
PLUG # 7			
PLUG # 8			
PLUG # 9			
PLUG # 10			
PLUG #			
PLUG #			

DAE
02/04/07