3Form 3160-5 · (November 1994)

UNITED STATES DEPARTMENT OF THE INTERIOR **BUREAU OF LAND MANAGEMENT**

OCD-ARTESIA

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

If Indian, Allottee or Tribe Name

BHL NM-119268

5.	Lease Serial No
SHL	NM-15007

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.

apano	ionea well. Use form 316	บ-3 (APD) tor such propo	sais.		
				7. If Unit or CA/	/Agreement, Name and/or No.
SUBMIT IN TRI	PLICATE - Other instruct	ions on reverse side			
Type of Well		MECEIVER)]	Pending	
X Oil Well Gas Well	Other	NCT 1 4 2000		8. Well Name a	and No.
2. Name of Operator		2009		Glycerin 10 Fe	deral Com No. 1
Cimarex Energy Co. of Colorado	<u> </u>	NMOCD ARTESIA		9 API Well No.	
3a. Address		3b Phone No. (Include are	a dode)	30-015-36359	
5215 N. O'Connor Blvd., Ste. 15	00; Irving, TX 75039	972-401-3111		10. Field and Po	ol, or Exploratory Area
4. Location of Well (Footage, Sec., T., R., M,	or Survey Description)		1	Abo Wildcat	
SHL 825 FNL & 330 FEL	10-16S-29E			11. County or Pa	rish, State
BHL 375 FNL & 330 FWL		-		Eddy County, N	MV
12. CHECK APP	ROPRIATE BOX(ES) T	O INDICATE NATURE	E OF NOTICE	E, REPORT, O	R OTHER DATA
TYPE OF SUBMISSION		TYPE	OF ACTION		
X Notice of Intent	Acidize	Deepen	Production (Start/R	lesume)	Vater Shut-Off
	X Alter Casing	Fracture Treat	Reclamation	[]v	Vell Integrity
Subsequent Report	Casing Repair	New Construction	Recomplete	Xo	other Casing change w/
	Change Plans	Plug and Abandon	Temporarily Aband	ion con t	tingency plan
Final Abandonment Notice	Convert to Injection	Plug Back	Water Disposal		
13. Describe Proposed or Completed Operation If the proposal is to deepen directionally or Attach the bond under which the work will be following completion of the involved operat testing has been completed. Final Abando determined that the site is ready for final in Cimarex proposes to change it:	recomplete horizontally, give subsite performed or provide the Bond trans. If the operation results in a comment Notices shall be filed only spection) as casing plans as shown	surface locations and measured at No on file with BLM/BIA. Require multiple completion or recomplete after all requirements, including recomplete the attached page by	nd true vertical dept ed subsequent repo on in a new interval, eclamation, have be y omitting inte	ths of all pertinent mark orts shall be filed within , a Form 3160-4 shall the een completed, and the ermediate casing	kers and zones i 30 days be filed once e operator has
SIEG INCHINGA IN CSEG MAIINGEA II	コナログドバン とうわりのす わん かつりかき	21224 25 MOU 25 2 DOM D	COURSINGEL AIRC	ACTIONAL MIAN	

SEE ATTACHED FOR CONDITIONS OF APPROVAL



, U V & & &		BAD FIELD OFFICE
14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)	Title	
Natalie Krueger	Regulatory	
Signature Watalir Krieger	Date August 21, 2009	
/ THIS SPACE FO	R FEDERAL OR STATE OFFICE USE	
Approved by	Title	Date
Conditions of Approval, if any, are attached. Approval of this notice does no certify that the applicant holds legal or equitable title to those rights in the su which would entitle the applicant to conduct operations thereon.		
Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and fraudulent statements or representations as to any matter within its jurisdiction		United States any false, fictitious or
Do-ton Control of		

Revised Casing Plans

Glycerin 10 Federal Com No. 1

Cimarex Energy Co. of Colorado Unit A, Section 10 T16S-R29E, Eddy County, NM

Proposed drilling Plan

Drill 8%" hole to 6920' (pilot hole) and cement as shown below. Set whipstock plug @ 7040.' Mill window from 7020' to 7035.' Kick off 6%" lateral @ 7030.' Drill 6%" hole to MD 11762' and TVD 7220.' Install 4%" Peak Completion Liner. BTC from 6820' to 7330' (EOC). LTC from 7330' to 11762.'

Casing Program:

Hole Size		Dept	h	Casir	ng OD	Weight	Thread	Collar	Grade
17½"	0'	to	450'	New	13¾"	48#	8-R	STC	H-40
8¾11	0'	to	6920'	New	7"	26#	8-R	LTC	P-110
61/8"	6820'	to	7330'	New	41/211	11.6#	8-R	втс	P-110
61/8"	7330'	to	11762'	New	4½"	11.6#	8-R	LTC	P-110

Cementing & Setting Depth:

Surface

460 sx Premium Plus + 2% CaCl₂.

TOC

Surface

Production

Lead: 610 sx EconoCem +3% salt + 5lbm/sk gilsonite 1.71 cf/sk

Tail: 365 sx HalCem 1.34 cf/sk TOT @ 4500' TOC Surface'

Liner

No cement needed. Peak completion assembly.

Intermediate Contingency:

If wellbore integrity cannot be maintained while drilling the 8%" hole, it will be reamed out to 12%" and new 9%" casing contingency string will be run as follows:

Hole Size	Depth		Casing OD		Weight	Thread	Collar	Grade	
12¼"	0'	to	2700'	New	9¾"	40#	8-R	LTC	J-55

Contingency Cementing Plan:

Lead: 415 sx Interfill C + 0.125# Poly-e-flake (wt 11.9, yld 2.45)

Tail: 215 sx Premium Plus + 1% CaCl₂ (wt 14.8, yld 1.34)

TOC Surface



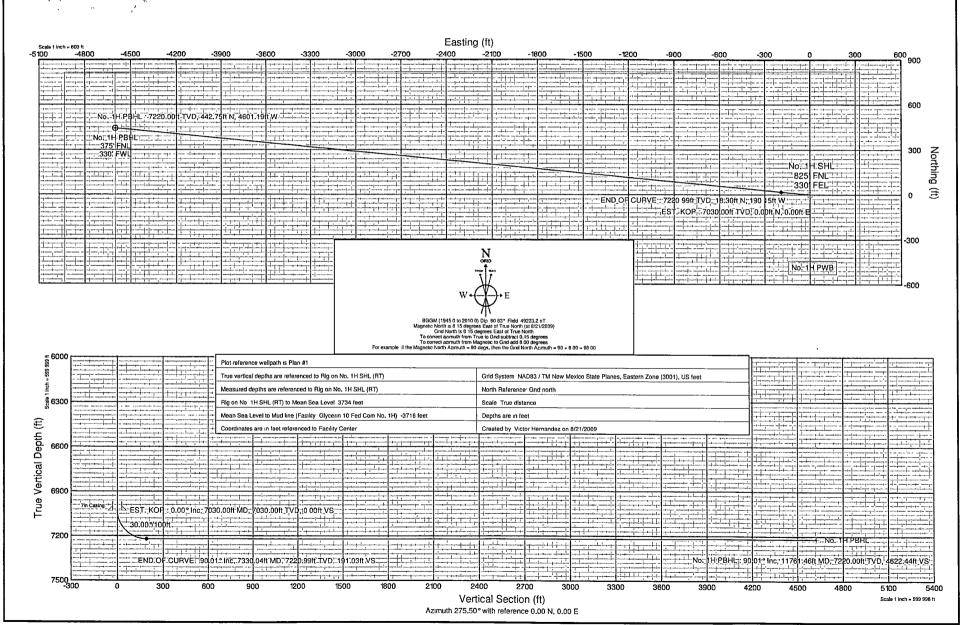


Cimarex Energy Co. Location: Eddy County, NM Slot: No

ocation: Eddy County, NM
Field: (Glycerin) Sec 10, T16S, R29E
Facility: Glycerin 10 Fed Com No. 1H

Slot: No. 1H SHL Well: No. 1H Wellbore: No. 1H PWB

Well Profile Data								
Design Comment	MD (ft)	Inc (°)	Az (°)	TVD (ft)	Local N (ft)	Local E (ft)	DLS (%100ft)	VS (ft)
Tie On	0.00	0.000	275.496	0.00	0.00	0.00	0.00	0.00
EST. KOP	7030.00	0.000	275.496	7030.00	0.00	0.00	0.00	0.00
END OF CURVE	7330.04	90.013	275.496	7220.99	18.30	-190.15	30.00	191.03
No. 1H PBHL	11761.46	90.013	275.496	7220.00	442.75	-4601.19	0.00	4622.44





Planned Wellpath Report Plan #1 Page 1 of 4



REFERE	REFERENCE WELLPATH IDENTIFICATION							
Operator	Cimarex Energy Co.	Slot	No. 1H SHL					
Area	Eddy County, NM	Well	No. 1H					
Field	(Glycerin) Sec 10, T16S, R29E	Wellbore	No. 1H PWB					
Facility	Glycerin 10 Fed Com No. 1H							

REPORT SETUP IN	FORMATION		
Projection System	NAD83 / TM New Mexico State Planes, Eastern Zone (3001), US feet	Software System	WellArchitect® 2.0
North Reference	Grid	User	Victor Hernandez
Scale	0.999917	Report Generated	8/21/2009 at 9:25:25 AM
Convergence at slot	0.15° East	Database/Source file	WA_Midland/No1H_PWB.xml

WELLPATH LOCATION						
	Local coo	rdinates	Grid co	ordinates	Geographic coordinates	
	North[ft]	East[ft]	Easting[USft]	Northing[USft]	Latitude	Longitude
Slot Location	0.00	0.00	626673.00	706254.50	32°56'28.303"N	104°03'18.606"W
Facility Reference Pt			626673.00	706254.50	32°56'28.303"N	104°03'18.606"W
Field Reference Pt			626677.00	704899.90	32°56'14.899"N	104°03'18.601"W

WELLPATH DATUM			
Calculation method	Minimum curvature	Rig on No. 1H SHL (RT) to Facility Vertical Datum	18.00ft
Horizontal Reference Pt	Facility Center	Rig on No. 1H SHL (RT) to Mean Sea Level	3734.00ft
Vertical Reference Pt	Rig on No. 1H SHL (RT)	Facility Vertical Datum to Mud Line (Facility)	0.00ft
MD Reference Pt	Rig on No. 1H SHL (RT)	Section Origin	N 0.00, E 0.00 ft
Field Vertical Reference	Mean Sea Level	Section Azimuth	275.50°



Planned Wellpath Report Plan #1 Page 2 of 4



REFERE	NCE WELLPATH IDENTIFICATION		
Operator:	Cimarex Energy Co.	Slot	No. 1H SHL
Area	Eddy County, NM	Well	No. 1H
Field	(Glycerin) Sec 10, T16S, R29E	Wellbore	No. 1H PWB
Facility	Glycerin 10 Fed Com No. 1H		

WELLPATH DAT	/ELLPATH DATA (64 stations) † = interpolated/extrapolated station										
MD	Inclination	Azimuth	TVD	Vert Sect	North	East	DLS [°/100ft]	Comments			
[ft] 0.00	0.000	[°] 275.496	[ft] 0.00	[ft] 0.00	[ft] 0.00	[ft] 0.00		Tie On			
2400.00†	0.000		2400.00	0.00	0.00	0.00		Grayburg SS			
				<u></u>							
3000.00†	0.000		3000.00	0.00	0.00	0.00	ļ	San Andres			
6195.00†	0.000	275.496	6195.00	0.00	0.00	0.00		Abo Shale			
7030:00	0:000	275.496	7030:00	,0:00:	0.00	0.00		ÈST. KOP			
7055.00†	7.500		7054.93	1.63	0.16	-1.63	30.00				
7080.00†	15.000		7079.43	6.51	0.62	-6.48	30.00				
7105.00†	22.500	275.496	7103.09	14.54	1.39	-14.47	30.00				
7130.00†	30.000		7125.49	25.59	2.45	-25.47	30.00				
7/155.00#	37/.500		7/146.26	39.47/	3.78)	The state of the s	30:00				
7180.00†	45.000		7165.05	55.94	5.36	-55.68	30.00				
7205.00†	52.500		7181.52	74.72	7.16	-74.38	30.00				
7230.00†	60.000		7195.40	95.49	9.15	-95.05	30.00				
7255.00†	67.500		7206.45	117.90	11.29	-117.36	30.00				
7/280:00	7,5:000	Constitute of Spine-Spines in the spine of t	7214.48	141.56	13.56	to demand the second of the second	30:00				
7305.00†	82.500		7219.35	166.06	15.91	-165.29	30.00				
7310.59†	84.176		7220.00	171.60	16.44	-170.82	30.00	Lower Abo Target			
7330.00†	90.000		7220.99	190.99	18.29	-190.11	30.00				
7330.04	90.013	275.496	7220.99	191.03	18.30	-190.15	30.00	END OF CURVE			
7430:00	90.013	27,5,496	7,220:96	290.99/	27,:87	-289:65	(0:00)				
7530.00†	90.013	275.496	7220.94	390.99	37.45	-389.19	0.00				
7630.00†	90.013	275.496	7220.92	490.99	47.03	-488.73	0.00				
7730.00†	90.013	275.496	7220.90	590.99	56.61	-588.27	0.00				
7830.00†	90.013	275.496	7220.87	690.99	66.18	-687.81	0.00				
7,930:00;	90:013	27,5,496	7,220,85	790:99	7,5.7,6	-7,87,35,	0:00				
8030.00†	90.013	275.496	7220.83	890.99	85.34	-886.89	0.00				
8130.00†	90.013	275.496	7220.81	990.99	94.92	-986.43	0.00				
8230.00†	90.013	275.496	7220.79	1090.99	104.50	-1085.97	0.00				
8330.00†	90.013	275.496	7220.76	1190.99	114.08	-1185.51	0.00				
8430:00#	90:013	27/5:496	7,220.74	1290:99	123:65	.∈1285:05	(0!00)	·			



Planned Wellpath Report Plan #1 Page 3 of 4



REFERE	NCE WELLPATH IDENTIFICATION		
Operator	Cimarex Energy Co.	Slot	No. 1H SHL
Area	Eddy County, NM	Well	No. 1H
Field	(Glycerin) Sec 10, T16S, R29E	Wellbore	No. 1H PWB
Facility	Glycerin 10 Fed Com No. 1H		

WELLPATH DATA (6	4 stations) † = int	erpolated/extrap	olated station				_ = :	
MD [ft]	Inclination [°]	Azimuth [°]	TVD [ft]	Vert Sect [ft]	North [ft]	East [ft]	DLS Comments [°/100ft]	
8530.00†	90.013	275.496	7220.72	1390.99	133.23	-1384.59	0.00	
8630.00†	90.013	275.496	7220.70	1490.99	142.81	-1484.13	0.00	
, 8730.00†	90.013	275.496	7220.67	1590.99	152.39	-1583.67	0.00	
8830.00†	90.013	275.496	7220.65	1690.99	161.97	-1683.21	0.00	
8930:00#	90:013	275:496	7,220.63	17,90.99	17/1.55	-17,82.75	0.00	-
9030.00†	90.013	275.496	7220.61	1890.99	181.12	-1882.29	0.00	
9130.00†	90.013	275.496	7220.59	1990.99	190.70	-1981.83	0.00	
9230.00†	90.013	275.496	7220.56	2090.99	200.28	-2081.37	0.00	
9330.00†	90.013	275.496	7220.54	2190.99	209.86	-2180.91	0.00	
9430:00#	90:013	275.496	7,220.52	2290:99	219:44	-2280:45	(0:00)	.,
9530.00†	90.013	275.496	7220.50	2390.99	229.02	-2379.99	0.00	
9630.00†	90.013	275.496	7220.47	2490.99	238.59	-2479.53	0.00	***************************************
9730.00†	90.013	275.496	7220.45	2590.99	248.17	-2579.07	0.00	
9830.00†	90.013	275.496	7220.43	2690.99	257.75	-2678.61	0.00	
993000計	90:013	27,5,49,6	7,220.41	27,90:99,	267/.33	-27/7.8.1/5	(0(00)	
10030.00†	90.013	275.496	7220.39	2890.99	276.91	-2877.69	0.00	
10130.00†	90.013	275.496	7220.36	2990.99	286.49	-2977.23	0.00	
10230.00†	90.013	275.496	7220.34	3090.99	296.06	-3076.77	0.00	
10330.00†	90.013	275.496	7220.32	3190.99	305.64	-3176.31	0.00	
10430:00,1	90:013	27,5,496	7,220:30)	3290199	345.22	-3275.85	(0:00)	
10530.00†	90.013	275.496	7220.27	3390.99	324.80	-3375.39	0.00	
10630.00†	90.013	275.496	7220.25	3490.99	334.38	-3474.94	0.00	
10730.00†	90.013	275.496	7220.23	3590.99	343.95	-3574.48	0.00	
10830.00†	90.013	275.496	7220.21	3690.99	353.53	-3674.02	0.00	
10930/00市	90:013	275.496	7220.18	37,90:99,	363.11	-37/73:56	0.00	
11030.00†	90.013	275.496	7220.16	3890.99	372.69	-3873.10	0.00	
11130.00†	90.013	275.496	7220.14	3990.99	382.27	-3972.64	0.00	
11230.00†	90.013	275.496	7220.12	4090.99	391.85	-4072.18	0.00	
11330.00†	90.013	275.496	7220.10	4190.99	401.42	-4171.72	0.00	
101430:00	90:013	27/5,496	7,220:07/	4290:99,	4,111,00	-4274.26	(0:00)	



Planned Wellpath Report Plan #1 Page 4 of 4



REFERE	REFERENCE WELLPATH IDENTIFICATION									
Operator	Cimarex Energy Co.	Slot	No. 1H SHL							
Area	Eddy County, NM	Well	No. 1H							
Field	(Glycerin) Sec 10, T16S, R29E	Wellbore	No. 1H PWB							
Facility	Glycerin 10 Fed Com No. 1H									

WELLPATH DATA	VELLPATH DATA (64 stations) † = interpolated/extrapolated station										
MD [ft]	Inclination [°]	Azimuth [°]	TVD [ft]	Vert Sect [ft]	North [ft]	East [ft]	DLS [°/100ft]	Comments			
11530.00†	90.013	275.496	7220.05	4390.99	420.58	-4370.80	0.00				
11630.00†	90.013	275.496	7220.03	4490.99	430.16	-4470.34	0.00				
11730.00†	90.013	275.496	7220.01	4590.99	439.74	- 4569.88	0.00				
11761.46	90.013	275.496	7220.00 ¹	4622.44	442.75	-4601.19	0.00	No. 1H PBHL			

HOLE & CASING SECTIONS Ref Wellbore: No. 1H PWB Ref Wellpath: Plan #1											
String/Diameter	Start MD [ft]	End MD [ft]	Interval [ft]	Start TVD [ft]	End TVD [ft]	Start N/S [ft]	Start E/W [ft]	End N/S [ft]	End E/W [ft]		
17.5in Open Hole	0.00	450.00	450.00	0.00	450.00	0.00	0.00	0.00	0.00		
13.375in Casing	0.00	450.00	450.00	0.00	450.00	0.00	0.00	0.00	0.00		
8.75in Open Hole	450.00	7030.00	6580.00	450.00	7030.00	0.00	0.00	0.00	0.00		
7in Casing	0.00	7030.00	7030.00	0.00	7030.00	0.00	0.00	0.00	0.00		
6.125in Open Hole	7030.00	11761.46	4731.46	7030.00	7220.00	0.00	0.00	442.75	-4601.19		

TARGETS				÷	<u>:</u>			,-	
Name	MD [ft]	TVD [ft]	North [ft]	East [ft]	Grid East [srv ft]	Grid North [srv ft]	Latitude	Longitude	Shape
1) No. 1H PBHL	11761.46	7220.00	442.75	-4601.19	622072.20	706697.21	32°56'32.800"N	104°04'12.582"W	point

SURVEY PROGRA	AM Ref Wellbore:	No. 1H PWB Ref Wellpath: Plan #1		
Start MD	End MD [ft]	Positional Uncertainty Model	Log Name/Comment	Wellbore
· · · · · · · · · · · · · · · · · · ·				
18.00	11761.46	NaviTrak (Standard)		No. 1H PWB

PECOS DISTRICT CONDITIONS OF APPROVAL

OPERATOR'S NAME:

Cimarex Energy of Colorado

LEASE NO.:

SHL: NM15007, BHL: NM119268

WELL NAME & NO.:

Glycerin 10 Fed Com

SURFACE HOLE FOOTAGE:

825' FNL & 330' FEL 375' ENL & 330' FWL

BOTTOM HOLE FOOTAGE

375' FNL & 330' FWL.

LOCATION:

Section 10, T. 16 S., R 29 E., NMPM

COUNTY: Eddy County, New Mexico

I. DRILLING

A. DRILLING OPERATIONS REQUIREMENTS

The BLM is to be notified a minimum of 4 hours in advance for a representative to witness:

- a. Spudding well
- b. Setting and/or Cementing of all casing strings
- c. BOPE tests

Eddy County

Call the Carlsbad Field Office, 620 East Greene St., Carlsbad, NM 88220, (575) 361-2822

- 1. Although Hydrogen Sulfide has not been reported in the area, it is always a potential hazard. If Hydrogen Sulfide is encountered, please report measured amounts and formations to the BLM.
- 2. Unless the production casing has been run and cemented or the well has been properly plugged, the drilling rig shall not be removed from over the hole without prior approval.
- 3. Floor controls are required for 3M or Greater systems. These controls will be on the rig floor, unobstructed, readily accessible to the driller and will be operational at all times during drilling and/or completion activities. Rig floor is defined as the area immediately around the rotary table; the area immediately above the substructure on which the draw works are located, this does not include the dog house or stairway area.

4. The record of the drilling rate along with the CAL/GR/N well log run from TD to surface will be submitted to the BLM office as well as all other logs run on the borehole 30 days from completion. The Rustler top and top and bottom of Salt are to be recorded on the Completion Report.

B. CASING

Changes to the approved APD casing and cement program require submitting a sundry and receiving approval prior to work. Failure to obtain approval prior to work will result in an Incident of Non-Compliance being issued.

Centralizers required on surface casing per Onshore Order 2.III.B.1.f.

Wait on cement (WOC) time for a primary cement job will be a minimum 18 hours for a water basin, 24 hours in the potash area, or 500 pounds compressive strength, whichever is greater for all casing strings. Provide compressive strengths including hours to reach required 500 pounds compressive strength prior to cementing each casing string. See individual casing strings for details regarding lead cement slurry requirements.

No pea gravel permitted for remedial or fall back remedial without prior authorization from the BLM engineer.

Possible lost circulation in Grayburg, San Andres Formations

Possible high pressure gas bursts from the Wolfcamp Formation – applicable to pilot hole

- 1. The 13-3/8 inch surface casing shall be set at approximately 400 feet (a minimum of 25 feet into the Rustler Anhydrite and above the salt) and cemented to the surface. If the salt is encountered at a shallower depth, set the surface casing 25' above the top of the salt.
 - a. If cement does not circulate to the surface, the appropriate BLM office shall be notified and a temperature survey utilizing an electronic type temperature survey with a surface log readout will be used or a cement bond log shall be run to verify the top of the cement.
 - b. Wait on cement (WOC) time for a primary cement job is to include the lead cement slurry.
 - c. Wait on cement (WOC) time for a remedial job will be a minimum of 4 hours after bringing cement to surface or 500 pounds compressive strength, whichever is greater.

- d. If cement falls back, remedial cementing will be done prior to drilling out that string.
- 2. The minimum required fill of cement behind the 7 inch intermediate casing is:
 - ⊠ Cement to surface. If cement does not circulate see B.1.a, c-d above.

Formation below the kick off point to be tested according to Onshore Order 2.III.B.1.i. Test to be done as a mud equivalency test using the mud weight necessary for the pore pressure of the formation below the shoe (not the mud weight required to prevent dissolving the salt formation) and the mud weight for the bottom of the hole. Report results to BLM office.

Tag cement at bottom of pilot hole and report on subsequent report. NOTE: Pilot hole will require proper plug when well is plugged.

- 3. The minimum required fill of cement behind the 4-1/2 inch production liner is:
 - Not required as operator is using Peak completion assembly.

Contingency casing program:

- 4. The minimum required fill of cement behind the 9-5/8 inch intermediate casing is:
 - Cement to surface. If cement does not circulate see B.1.a, c-d above.

Formation below the 9-5/8" shoe to be tested according to Onshore Order 2.III.B.1.i. Test to be done as a mud equivalency test using the mud weight necessary for the pore pressure of the formation below the shoe (not the mud weight required to prevent dissolving the salt formation) and the mud weight for the bottom of the hole. Report results to BLM office.

5. If hardband drill pipe is rotated inside casing, returns will be monitored for metal. If metal is found in samples, drill pipe will be pulled and rubber protectors which have a larger diameter than the tool joints of the drill pipe will be installed prior to continuing drilling operations.

C. PRESSURE CONTROL

1. All blowout preventer (BOP) and related equipment (BOPE) shall comply with well control requirements as described in Onshore Oil and Gas Order No. 2 and API RP 53 Sec. 17.

- 2. Minimum working pressure of the blowout preventer (BOP) and related equipment (BOPE) required for drilling below the surface casing shoe shall be **5000 (5M)** psi. **Operator installing a 5M, but testing as a 3M**
- 3. The appropriate BLM office shall be notified a minimum of 4 hours in advance for a representative to witness the tests.
 - a. The tests shall be done by an independent service company.
 - b. The results of the test shall be reported to the appropriate BLM office.
 - c. All tests are required to be recorded on a calibrated test chart. A copy of the BOP/BOPE test chart and a copy of independent service company test will be submitted to the appropriate BLM office.
 - d. The BOP/BOPE test shall include a low pressure test from 250 to 300 psi. The test will be held for a minimum of 10 minutes if test is done with a test plug and 30 minutes without a test plug.
 - e. BOP/BOPE must be tested by an independent service company within 500 feet of the top of the **Wolfcamp** formation if the time between the setting of the intermediate casing and reaching this depth exceeds 20 days. This test does not exclude the test prior to drilling out the casing shoe as per Onshore Order No. 2.

D. DRILLING MUD

Mud system monitoring equipment, with derrick floor indicators and visual and audio alarms, shall be operating before drilling into the **Wolfcamp** formation, and shall be used until production easing is run and cemented.

E. DRILL STEM TEST

If drill stem tests are performed, Onshore Order 2.III.D shall be followed.

CRW 100109