

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Artesia

~~FILED~~ HobbsFORM 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.5. Lease Serial No.
NMLC063622

6. If Indian, Allottee or Tribe Name

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

SUBMIT IN TRIPLICATE - Other instructions on reverse side.

1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other

8. Well Name and No.

PENNY PINCHER FEDERAL COM 3 H ✓

2. Name of Operator

CIMAREX ENERGY CO OF COLORADO

Contact: NATALIE E KRUEGER

Email: nkrueger@cimarex.com

9. API Well No.

30-015-38296-00-X1

3a. Address

600 E MARIENFELD ST SUITE 600
MIDLAND, TX 79701

3b. Phone No. (include area code)

Ph: 432-620-1936
Fx: 432-620-194010. Field and Pool, or Exploratory
LUSK

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

Sec 21 T19S R31E NWNE Lot B 330FNL 2310FEL ✓

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

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.)

12-07-10 Spudded 26" hole.

12-09-10 Ran 13 jts 20 inch 94# H40 BTC @ 530. T

12-10-10 Cmt with 875 sx Halcem C and circulated 66 sx, WOC 20 hrs, tested to 500# for 30 min, ok.

12-13-10 In 17.5 inch hole, ran 58 jts 13.375 inch 61# K55 BTC @ 2507.

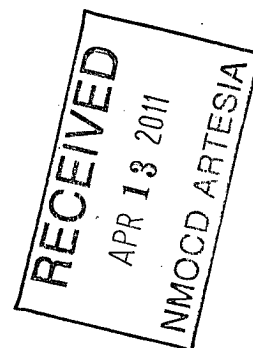
12-14-10 Cmt with lead 1365 sx Extendacem CZ, tail 455 sx Halcem C, circ 128 sx, WOC 35.5 hrs.

12-15-10 Tested to 1500# for 30 min, ok.

12-18-10 In 12.25 inch hole, ran 107 jts 9.625 inch 40# J55 LTC @ 4116. Cmt with lead 200 sx Thixotropic, tail 900 sx Econocem HLC, tried to circ but unable to move cmt, so pumped 589 sx outside casing. WOC 15.5 hrs.

12-20-10 CBL TOC 2950.

12-21-10 Cmt 9.625 inch with 200 sx Premium Plus, 476 sx Premium Plus, 25 sx Premium Plus, 25 sx Premium Plus.



14. I hereby certify that the foregoing is true and correct.

**Electronic Submission #105641 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 04/05/2011 (11KMS1291SE)**

Name (Printed/Typed) NATALIE E KRUEGER

Title REGULATORY

Signature (Electronic Submission)

Date 03/31/2011

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By

ACCEPTEDJAMES A AMOS
Title SUPERVISOR EPS

Date 04/10/2011

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

Accepted for record - NMOC D

DJJ 4-22-11

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.

**** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ** BLM REVISED ****

Additional data for EC transaction #105641 that would not fit on the form

32. Additional remarks, continued

12-22-10 Continued cementing with 25 sx Premium Plus, 25 sx Premium Plus, 25 sx Premium Plus, 25 sx Premium Plus, 25 sx Premium Plus, and 50 sx Premium Plus.

12-23-10 Ran another CBL from 3200-surface, reviewed by BLM. Tested to 2400# for 30 min, ok.

01-01-11 TD'd 8.75 inch hole @ 9300.

01-03-11 Ran 11 jts 2.875 inch 2.18# IJ fiberglass and 206 jts 7 inch 26# P110 LTC. End of casing 8670, end of fiberglass 8991. Cemented with lead 775 sx Econocem, tail 415 sx Halcem, circ 5 bbl to surface.

01-05-11 Drilled through cmt to KOP @8736 and kicked off 6.125 inch lateral.

01-19-11 TD'd lateral @ 13563 MD, 9025 TVD.

01-26-11 Ran 4.5 inch 11.6# P110 PEAK completion liner. Liner hanger @ 7321. BTC from 7321-8119. LTC from 8119-BOL @ 12260. Tested liner to 3300# for 30 min, ok.

01-28-11 RR.