State of New Mexico Energy Minerals and Natural Resources

Form C-101 May 27, 2004

Title Regulatory

Date March 11, 2010

E-mail Address. nkrueger@cimatex.com

Phone 469-420-2723

HOBBS OCD 1625 N. French Dr., Hobbs, NM 88240 District II

1301 W Grand Avenue, Artesia, NM 84710 1 1 2011

1000 Rio Brazos Road, Aztec, NM 87410 District IV						servation Division outh St. Francis Dr. a Fe, NM 87505					
			R PERMI	r to dr		ENTER, I	DEEPEN	PLUGBA	CK, OR AI	DD A ZONE	
Operator Name and Address Cimarex Energy Co. of Colorado OGRID Number 162683											
600 N. M									3 API Number		
Midland,									30-025-02		
Prop	erty Code		***************************************		Property	· Name			° W	ell No.	
30	0528				Lea /	A State			C	001	
	To		Proposed Pool I ; Permo, Up	per Peni	1/			•	osed Pool 2 Id; Abo, NW	1	
					⁷ Surface	Location					
UL or lot no.	Section 10	Township 16S	Range 35E	l ot Ide	1		/South line orth	Feet from the 660	East/West line West	County Lea	
			⁸ Prope	osed Bottor	n Hole Loca	ntion If Differ	ent From S	Sui face			
UL, or let no	Section	Lownship	Range	Lot ldn			/South line	Feet from the	Fast/West line	County	
				Add	itional We	ell Informa	ion				
4	Type Code	dino	¹² Well Type C	Code		ole/Rotary	11:	l ease Type Code S	¹³ Ground Level Elevation 4014' RDB		
V al	dultiple Y	7	17 Proposed De 10401' (PE			mp & Abo				²⁰ Spud Date When Approved	
Depth to Grou	undwater			Distance f	from nearest fre	sh water well Distance from nearest surface water				vater	
Pit Liner	r Synthetic	muls	thick Clay	Pit Volume	ehbls	Dn	ling Method				
Close	ed-Loop Sysi	em 🗵	Flowback	Tanks		Γ <u>resh</u>	Water 🔲 L	Brine 🗌 Diesel/O	al-based 🔲 Gas	/Air 🔲	
			2	Propose	d Casing a	and Cemen	Progran	1			
Hole S	51Ze	Cas	ing Size	Casing we	ight/foot	Setting	Depth	Sacks of	Cement	Estimated TOC	
17%	<u>("</u>		.3¾"		48#		1422'		50	Circ	
121/4			91/8"	40	#	5416'		15:	30	O Circ	
834	"		7"	29	Ħ	11000′		46	460		
			f this application gram, if any. Us				ita on the pro	esent productive zo	one and proposed	new productive zone	
Well curre	ently pro	ducing fi	om Wolfcar	np perfs (@ 10212-2	.68.' Cimar	ex propos	ses to add mo	ore Wolfcam	p perfs and also	
								lication in pro			
								180 ball seale	rs.Set RBP (⊉ 8800.′	
1			noles 2 spf.		~,						
i produc	.tive, rem	ove Kbr	and produc	e as DMC A	ADO/ WOIICa	amp. II unp	oductive,	, evaluate for	recompletio	n or PA.	
	Permit	Expire	a 2 Years	From A	pproval	.•					
	Permit Expires 2 Years From Approval Date Unless Prilling Underway										
23 Thereby cer					plete to the		OIL CO	DNSERVAT	ION DIVIS	ION	
	according to	NMOCD	i ther certify the guidelines			Approved by					
Signature'	Valo	Much	hiropa			Title P.	DLEM	EMEMOTER			
Printed name	Natalie	Krueger	α		ļ						

"CONDITION FOR APPROVAL" Approval for Drilling only, CANNOT Dispose into the wellbore without a Disposal order approved by the Santa Fe OCD Office

Expiration Date

Approval Date



WELL DATA:

Elevation: 4022' RKB (8' AGL)

TD: 10585'

Correlation Log Gray Wireline GR-Neutron dated 03/17/06

API No 30-025-02774

PROCEDURE:

1. MI & RU WSU. ND Wellhead and NU BOP. POH w/ production equipment. Test in hole w/ 2 7/8", 6.5# N-80 w/ bit and scraper to top of cement and bridge plug at approximately 10401'. POH. RIH with RBP and set at 10162'. Pressure test casing to 500# Pickle tbg w/ Xylene and 250 gal 15% NEFE HCL. Reverse out. Spot 250 gals 15% NEFE HCL acid from 9744' - 9495'. POH.

2. RU WL co TIH w/ CCL & casing gun. Correlate to existing GR-Neutron-CL. Perforate the Wolfcamp with 2 spf phased as follows:

INTERVAL	HOLES
9650' – 80' (30')	60
9729' – 44' (15')	30

- 3. RIH w/ work string, SN and treating pkr. Set packer approximately 9590'. Swab test zone and evaluate for further stimulation.
- 4. Stimulate zone if necessary w/ 2250 gals 15% NEFE HCL with 180 ball sealers at 5 bpm. Max treating pressure 6000#. Flush to bottom perf. SI overnight. Swab load and evaluate results.
- 5 Release pkr and POH. RIH w/ retrievable bridge plug and set at 8800'. Test plug to 500#. Spot 250 gal 15% NEFE HCL. POH.
- 6. RU WL Co. TIH w/CCL & casing gun. Correlate to existing GR-Neutron-CL. Perforate the Abo with 2 spf phased:

INTERVAL		HOLES
8657' – 65' (8')		16
8672' - 84' (12')	•	24
8697` – 8740' (43')		86

- 7. TIH w/ treating PKR, SN and tubing. Set packer approximately 8600'. Swab test zone and evaluate for further stimulation
- 8 Stimulate zone if necessary with acid using 3500 gals 15% NEFE HCL with 252 ball sealers at 5 bpm. Max treating pressure 6000 #. Flush to bottom perf with 2% KCL. SI overnight. Swab back load.
- 9. If non-productive, evaluate for possible recompletion or PA.
- 10. If productive, latch on to first RBP and POH w/ RBP and PKR. RIH and retrieve second RBP. TIH w/ production string. Put on production.

District I 1625 N. French Dr., Hobbs, NM 88240 District II 1301 W. Grand Avenue, Artesia, NM 88210 District III 1000 Rio Brazos Rd., Aztec, NM 87410

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

12 Dedicated Acres

40

13 Joint or Infill

Ν

14 Consolidation Code

State of New Mexico Energy, Minerals & Natural Resources Department OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, NM 87505

Form C-102 Revised October 12, 2005 Submit to Appropriate District Office State Lease - 4 Copies Fee Lease - 3 Copies

☐ AMENDED REPORT

1	r		² Pool Cod	e	³ Pool Name						
30-025-02774				59847		Townsend; Permo, Upper Penn					
4 Property Code					⁶ Well Number						
300528			Lea A State								
OGRID No.			⁸ Operator Name								
162683		Cimarex Energy Co. of Colorado							4014' RDB		
					10 Surface	Location					
UL or lot no.	Section	Township	Range	l.ot Idn	Feet from the	North/South line	Feet from the	East/West line	County		
D	10	16S 35E 660 North 660 We		West	Lea						
			п В	ottom Ho	le Location	If Different Fro	m Surface				
UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County		

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

¹⁵ Order No.

660,		17 OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working interest or unleased mineral interest in the land inclining the proposed bottom hole location or has a right to drill this well at this tocation pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling ogreement or a compulsory produing order heretafore entered by the driston.
		Zeno Farris Printed Name 3/11/2010 Zeno Farris
		18 SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision, and that the same is true and correct to the best of my belief
		Date of Survey Signature and Seal of Professional Surveyor Certificate Number

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Avenue, Artesia, NM 88210

District III

1000 Rio Brazos Rd., Artec, NM 87410

District 1V

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

State of New Mexico

Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION 1220 South St. Francis Dr.

Santa Fe, NM 87505

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30-025-02774				59840		Townsend; Abo, NW					
+ Property Code			<u>1</u>		5 Property	Name			6 /	6 Well Number	
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40 🖊		v I									

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			Certificate Number

