

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENTFORM 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.*HOBBS OCD
JUN 21 2012
RECEIVED**SUBMIT IN TRIPLICATE - Other instructions on reverse side.**

1. Type of Well <input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other		5. Lease Serial No. NMLC066126
2. Name of Operator CIMAREX ENERGY CO.		6. If Indian, Allottee or Tribe Name
Contact: ZENO FARRIS E-Mail: zfarris@cimarex.com		7. If Unit or CA/Agreement, Name and/or No NA
3a. Address 600 N MARIENFELD ST STE 600 MIDLAND, TX 79701	3b. Phone No (include area code) Ph: 432-620-1938 Fx: 432-620-1940	8. Well Name and No HANSON 26 FEDERAL 003
4. Location of Well (Footage, Sec., T., R., M., or Survey Description) Sec 26 T20S R34E Mer NMP NWNE 300FNL 1855FEL Unit B		9. API Well No 30-025-40637
		10. Field and Pool, or Exploratory LEA; BONE SPRING, SOUTH
		11. County or Parish, and State LEA COUNTY, NM

12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input checked="" 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 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 checked="" type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input type="checkbox"/> Other
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
	<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.)

Request permission to construct location prior to APD approval. Current well is drilling in vertical hole at 8745' going to 10920 TVD 15700 MD. Estimated RDMD is 14 to 15 days. APD is in Secretary's Potash and was sent to Santa Fe for signature on 6-5-12. With the time lag before final approval we feel we will need to construct location before signed APD from Santa Fe is received.

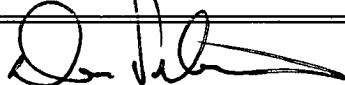

Construction time is estimated to be 5 to 8 days.

Please see attached Exhibit C-1 well pad plat and rig plat from APD.

**SEE ATTACHED FOR
CONDITIONS OF APPROVAL**

14. I hereby certify that the foregoing is true and correct.	
Electronic Submission #139985 verified by the BLM Well Information System For CIMAREX ENERGY CO., sent to the Hobbs Committed to AFMSS for processing by KURT SIMMONS on 06/12/2012 ()	
Name (Printed/Typed) ZENO FARRIS	Title MANAGER OPERATIONS ADMIN
Signature (Electronic Submission)	Date 06/07/2012

THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved By 	Title AFM	Date 6/12/12
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 CFO	

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.

**** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ** OPERATOR-SUBMITTED ****

DISTRICT I
625 N. French Dr., Hobbs, NM 88240
Phone (505) 393-0161 Fax: (505) 393-0720
DISTRICT II
11 S. First St., Artesia, NM 88210
Phone (505) 748-1203 Fax: (505) 748-9720
DISTRICT III
000 Rio Brazos Rd., Aztec, NM 87410
Phone (505) 334-6178 Fax: (505) 334-6170
DISTRICT IV
220 S. St. Francis Dr., Santa Fe, NM 87505
Phone (505) 478-3460 Fax: (505) 478-3462

HOBBS OGD

State of New Mexico
Energy, Minerals and Natural Resources Department

Form C-102
Revised August 1, 2011

Submit one copy to appropriate
District Office

JUN 21 2012

CONSERVATION DIVISION
1220 South St. Francis Dr.
Santa Fe, New Mexico 87505

RECEIVED

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

API Number 30-025-40637	Pool Code 37580 ✓	Pool Name Lea Bone Spring; South
Property Code 39293	Property Name HANSON 26 FEDERAL COM	Well Number 3
OGRID No. 215099 ✓	Operator Name CIMAREX ENERGY CO.	Elevation 3589'

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
B	26	20 S	34 E		330	NORTH	1855	EAST	LEA

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
O	26	20 S	34 E		330	SOUTH	1980	EAST	LEA

Dedicated Acres	Joint or Infill	Consolidation Code	Order No.
160			

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

<p>SURFACE LOCATION Lat - N 32°33'01.63" Long - W 103°31'42.05" NMSPCE- N 564923.2 E 789375.2 (NAD-83)</p>	<p>3683.9' 3687.1' 3690.7' 3691.7' 1855' S.L.</p>	<p>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 including the proposed bottom hole location or has a right to drill this well at this location pursuant to a contract with an owner of such a mineral or working interest, or to a voluntary pooling agreement or a compulsory pooling order heretofore entered by the division.</p> <p><i>Zeno Farris</i> 3/13/2012 Signature Date Zeno Farris Printed Name zfarris@cimarex.com Email Address</p>
<p>PROPOSED BOTTOM HOLE LOCATION Lat - N 32°32'15.90" Long - W 103°31'43.52" NMSPCE- N 560300.8 E 789284.3 (NAD-83)</p>	<p>4624.1' 1980' 330' B.H.</p>	<p>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.</p> <p><i>Gary L. Jones</i> Date Signature & Seal of Professional Surveyor Certificate No. Gary L. Jones 7977 BASIN SURVEYS 26181</p>

3683.9'

800'

3687.1'

150' NORTH
OFF SET
3687.8'

□

CIMAIREX ENERGY CO.
HANSON 20 FEDERAL COM #3
ELEV. - 3688'

150' WEST
OFF SET □
3686.9'

Lot - N 32°33'01.63"
Long - W 103°31'42.05"
NMSPCE - N 564923.2
E 789375.2
(NAO-83)

150' EAST
OFF SET □
3689.6'

□

150' SOUTH
OFF SET
3689.2'

3680.7'

800'

3681.7'

PROPOSED LEASE ROAD 1120.2'

PROPOSED
HANSON 26
FED COM 2

478'

FROM THE JUNCTION OF HWY 176 AND MARATHON,
GO NORTH ON MARATHON FOR 1.1 MILES TO LEASE
ROAD, ON LEASE ROAD GO WEST 0.9 MILES TURNING
NORTH 0.9 MILES TO LEASE ROAD, ON LEASE ROAD
GO EAST 0.3 MILES TURNING SOUTH 0.1 MILES TO
PROPOSED LEASE ROAD.

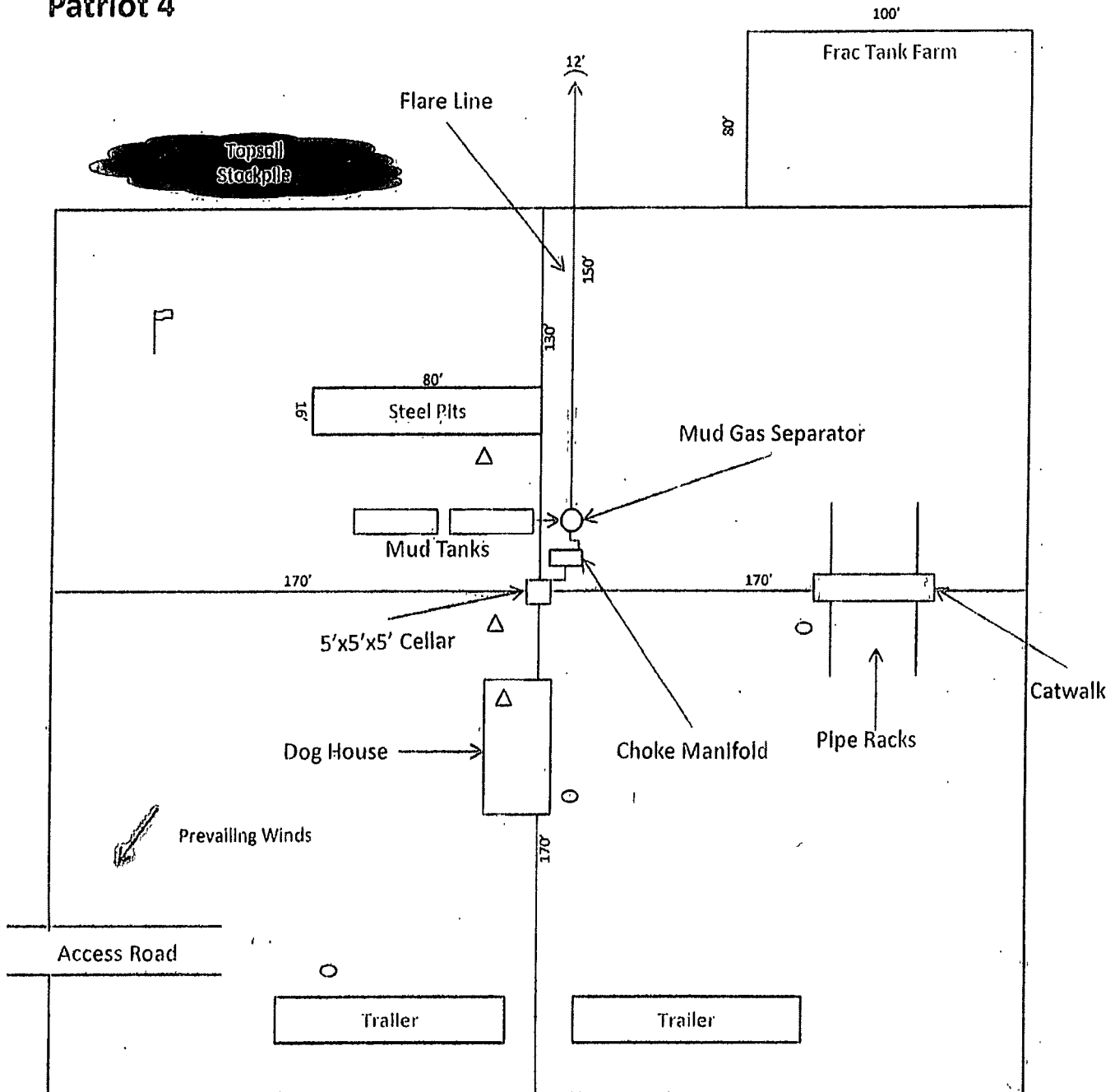
Date: 02-16-2012 Disk: JMS 26181



FROM THE NORTH LINE AND 1855' FROM THE EAST LINE OF
SECTION 26, TOWNSHIP 20 SOUTH, RANGE 34 EAST,
N.M.P.M., LEA COUNTY, NEW MEXICO.

Survey Date: 02-14-2012 Sheet 1 of 1 Sheets

Patriot 4



Wind Direction Indicators
(wind sock or streamers)



H2S Monitors
(alarms at bell nipple and shale shaker)



Briefing Areas

1"=50'

N

Exhibit D – Rig Diagram
Hanson 26 Federal No. 3
Cimarex Energy Co.
26-20S-34E
SHL 330 FNL & 1855 FEL
BHL 330 FSL & 1980 FEL
Lea County, NM

Operator - Landowner Agreement

Company: Cimarex Energy Co. of Colorado
Proposed Well: Hanson 26 Federal No. 3
Federal Lease Number: SHL NMLC066126 BHL NMLC0066126C

This is to advise that Cimarex Energy Co. of Colorado has an agreement with: Daniel C. Berry (PO Box 160 89 Berry Ranch Road Eunice NM 88231, the surface owner, concerning entry and, surface restoration after completion of drilling operations at the above described well.

After abandonment of the well, all equipment and trash will be removed from the well site. No other requirements were made concerning restoration of the well site.

March 12, 2012
Date

Zeno Farris
Signature Zeno Farris
Manager, Operations Administration