

HOBBS OCD
JAN 15 2014

ATS-13-1142

SECRETARY'S POTASH

Form 3160-3
(March 2012)

RECEIVED

Split Estate

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

OCD Hobbs

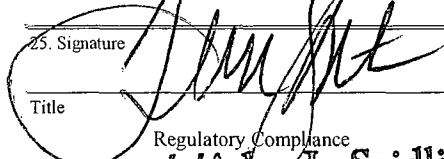
FORM APPROVED
OMB No. 1004-0137
Expires October 31, 2014

APPLICATION FOR PERMIT TO DRILL OR REENTER

1a. Type of Work	<input checked="" type="checkbox"/> DRILL <input type="checkbox"/> REENTER	7. If Unit or CA Agreement, Name and No.	
1b. Type of Well	<input checked="" type="checkbox"/> Oil Well <input type="checkbox"/> Gas Well <input type="checkbox"/> Other	<input checked="" type="checkbox"/> Single Zone <input type="checkbox"/> Multiple Zone	8. Lease Name and Well No. <40388> Perry 22 Federal Com #1H
2. Name of Operator	Cimarex Energy Co. (215099)		
3a. Address	202 S. Cheyenne Ave., Ste 1000, Tulsa, OK 74103	3b. Phone No. (include area code)	9. API Well No. 30-025-41605
3c. Field and Pool, or Exploratory Bone Spring Wildcat SOUTH (37580)			
4. Location of Well (Report location clearly and in accordance with any State requirements.*)	10. Sec., T. R. M. or Blk. and Survey and Area 11. 22, 20S, 34E		
At Surface 335 FNL & 330 FEL	12. County or Parish Lea	13. State NM	
At proposed prod. Zone 330 FSL & 660 FEL	14. Distance in miles and direction from nearest town or post office* Eunice NM is 23 miles to the East of location.		
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line if any) 330'	16. No of acres in lease NMNM124662=440 acres NMLC0061144=80 acres	17. Spacing Unit dedicated to this well 160	
18. Distance from proposed* location to nearest well, drilling, completed, applied for, on this lease, ft. 1226' to #2	19. Proposed Depth Pilot Hole TD: 11,200 15,504 MD 10,900 TVD	20. BLM/BIA Bond No. on File NM2575; NMB000835	
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 3655 GR	22. Approximate date work will start* 12/13/13	23. Estimated duration 35 days	
24. Attachments			

The following, completed in accordance with the requirements of Onshore Oil and Gas Order No. 1, shall be attached to this form:

- | | |
|---|--|
| 1. Well plat certified by a registered surveyor | 4. Bond to cover the operations unless covered by an existing bond on file (see Item 20 above). |
| 2. A Drilling Plan | 5. Operator Certification |
| 3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO shall be filed with the appropriate Forest Service Office). | 6. Such other site specific information and/or plans as may be required by the authorized officer. |

25. Signature 	Name (Printed/Typed) Terri Stathem	Date 8/20/13
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Title Regulatory Compliance Approved By (Signature) <i>Aden L. Seidlitz</i>	Name (Printed/Typed)	Date JAN - 6 2014
Title STATE DIRECTOR	Office NM STATE OFFICE	

Application approval 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.

Conditions of approval, if any, are attached.

APPROVAL FOR TWO YEARS

Title 18 U.S.S. 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.

(Continued on page 2)

Capitan Controlled Water Basin

Approval Subject to General Requirements
& Special Stipulations Attached

*(Instructions on page 2)

SEE ATTACHED FOR
CONDITIONS OF APPROVAL

AN 9 1 2014

Application to Drill
Perry 22 Federal Com #1H
 Cimarex Energy Co.
 UL: A, Sec. 22, 20S, 34E
 Lea Co., NM

8A. Casing Design and Casing Loading Assumptions:

Surface	Tension	A 1.8 design factor with effects of buoyancy: 8.30 ppg.
	Collapse	A 1.125 design factor with full internal evacuation and a collapse force equal to a 8.30 ppg mud gradient.
	Burst	A 1.125 design with a surface pressure equal to the fracture gradient at setting depth less gas gradient to surface.
Intermediate	Tension	A 1.8 design factor with effects of buoyancy: 10.00 ppg.
	Collapse	A 1.125 design factor evacuated 1/3 TVD of next casing string with a collapse force equal to a 10.00 ppg mud gradient.
	Burst	A 1.125 design with a surface pressure equal to the fracture gradient at setting depth less gas gradient to surface.
Production and/or Production Liner	Tension	A 1.8 design factor with effects of buoyancy: 9.00 ppg.
	Collapse	A 1.125 design factor with full internal evacuation of next casing string with a collapse force equal to a 9.00 ppg mud gradient.
	Burst	A 1.125 design with a surface pressure equal to the fracture gradient at setting depth less gas gradient to surface.

9. Cementing Program:

Casing Type	Type	Sacks	Yield	Weight	Cubic Feet	Cement Blend
Surface	Lead	1067	1.75	13.50		1867 Class C + Bentonite + Calcium Chloride + LCM, 8.829 gpm water
	Tail	218	1.34	14.80		291 Class C + LCM, 6.32 gpm water
	TOC: 0		85% Excess			Centralizers per Onshore Order 2.III.B.1f
Intermediate	Lead	1254	1.88	12.90		2356 35:65 (poz/C) + Salt + Bentonite + LCM + retarder, 9.65 gpm water
	Tail	292	1.34	14.80		391 Class C + retarder + LCM, 6.32 gpm water
	TOC: 0		81% Excess			
Production	Lead	613	2.40	11.90		1471 35:65 (poz/H) + salt + Sodium Metasilicate + Bentonite + Fluid Loss + Dispersant + LCM + Retarder, 13.80 gpm water
	Tail	1377	1.24	14.50		1707 50:50 (poz/H) + Bentonite + Salt + Fluid Loss + Dispersant + LCM + Retarder, 5.55 gpm water
	TOC: 5400		25% Excess			No centralizers planned in the lateral section. 1 every jt from EOC to KOP. 1 every 4th joint from KOP to 500' inside previous casing.

Sell Off
TD & 4850

Cement volumes will be adjusted depending on hole size

9a. Proposed Drilling Plan:

Pilot Hole TD: 11,200'

KOP: 10,598'

EOC: 11,368'

Set OH mechanical whipstock w/ 552 ft of 2.875 tubing and pump 30 bbls of Mudpush @ 12 ppg, followed by 268 sks Type H cement, dispersant 0.080 gals/sk, retarder 0.045 gals/sk @ 17.50 ppg, 0.94 cuft/sk, & 0% excess from pilot hole TD to KOP. KO lateral and drill through the curve to TD. Run production csg to TD and cement.

500' tie back Secretly Potash

Application to Drill
Perry 22 Federal Com #1H
Cimarex Energy Co.
UL: A, Sec. 22, 20S, 34E
Lea Co., NM

10. Pressure Control Equipment:

Exhibit "E-1". A BOP consisting of two rams with blind rams and pipe rams, and one annular preventer. Below the surface casing, a 2M system will be used. Below the intermediate casing, a 3M system will be used. See attachments for BOP and choke manifold diagrams. An accumulator that meets the requirements in Onshore Order #2 for the pressure rating of the BOP stack. A Rotating head may be installed as needed. A kelly cock will be installed and maintained in operable condition and a drill string safety valve in the open position will be available on the rig floor.

BOP and associated equipment will be installed, used, maintained, and tested in a manner necessary to assure well control and shall be in place and operational prior to drilling the surface casing shoe. The Annular Preventer shall be functioned at least weekly. The pipe and blind rams will be operated each trip. No abnormal pressure or temperature is expected while drilling.

BOPS will be tested by an independent service company. The ram preventers, choke manifold, and safety valves will be tested as follows: On the surface casing, pressure tests will be made to 250 psi low and 2000 psi high. On the intermediate casing, pressure tests will be made to 250 psi low and 3000 psi high.

The Annular Preventer will be tested to 250 psi low and 1000 psi high on the surface casing, and 250 low and 1500 high on the intermediate casing.

See COA

Cimarex Energy Co. of Colorado requests a variance to drill this well using a co-flex line between the BOP and choke manifold. Certification for proposed co-flex hose is attached (please see Exhibit F, F-1, F-2, F-3). The hose is not required by the manufacturer to be anchored. In the event the specific hose is not available, one of equal or higher rating will be used.

See COA

11. Proposed Mud Circulating System:

Depth	Mud Weight	Visc	Fluid Loss	Type Mud
0' to 1680'	8.30	28	NC	FW Spud Mud
1680' to 5600' <i>5350</i>	10.00	30-32	NC	Brine Water
5600' to 15504'	9.00	30-32	NC	FW/Cut Brine

Sufficient mud materials will be kept on location at all times in order to combat lost circulation or unexpected kicks. In order to run DSTs, open hole logs, and casing, the viscosity and water loss may have to be adjusted in order to meet these needs.

The Mud Monitoring System is an electronic Pason System satisfying requirements of Onshore Order 1.

12. Testing, Logging and Coring Program:

- A. Mud logging program: 2 man unit from 5600 to TD
- B. Electric logging program: CNL / LDT / CAL / GR, DLL /GR -- Inter. Csg to TD
CNL /GR -- Surf to Inter. Csg
- C. No DSTs or cores are planned at this time
- D.CBL w/ CCL from as far as gravity will let it fall to TOC

13. Potential Hazards:

See COA
No abnormal pressures or temperatures are expected. In accordance with Onshore Order 6, Cimarex does not anticipate that there will be enough H₂S from the surface to the Bone Spring formations to meet the BLM's minimum requirements for the submission of an "H₂S Drilling Operation Plan" or "Public Protection Plan" for the drilling and completion of this well. Since we have an H₂S Safety package on all wells, attached is an "H₂S Drilling Operations Plan." Adequate flare lines will be installed off the mud / gas separator where gas may be flared safely. All personnel will be familiar with all aspects of safe operation of equipment being used.

Estimated BHP: 4905 psi

Estimated BHT: 168°

14. Construction and Drilling:

Road and location construction will begin after BLM approval of APD. Anticipated spud date as soon as approved.

Drilling expected to take: 35 days.

If production casing is run an additional 30 days will be required to complete and construct surface facilities.

15. Other Facets of Operations:

If production casing is run an additional 30 days will be required to complete and construct surface facilities.

Bone Spring pay will be perforated and stimulated.

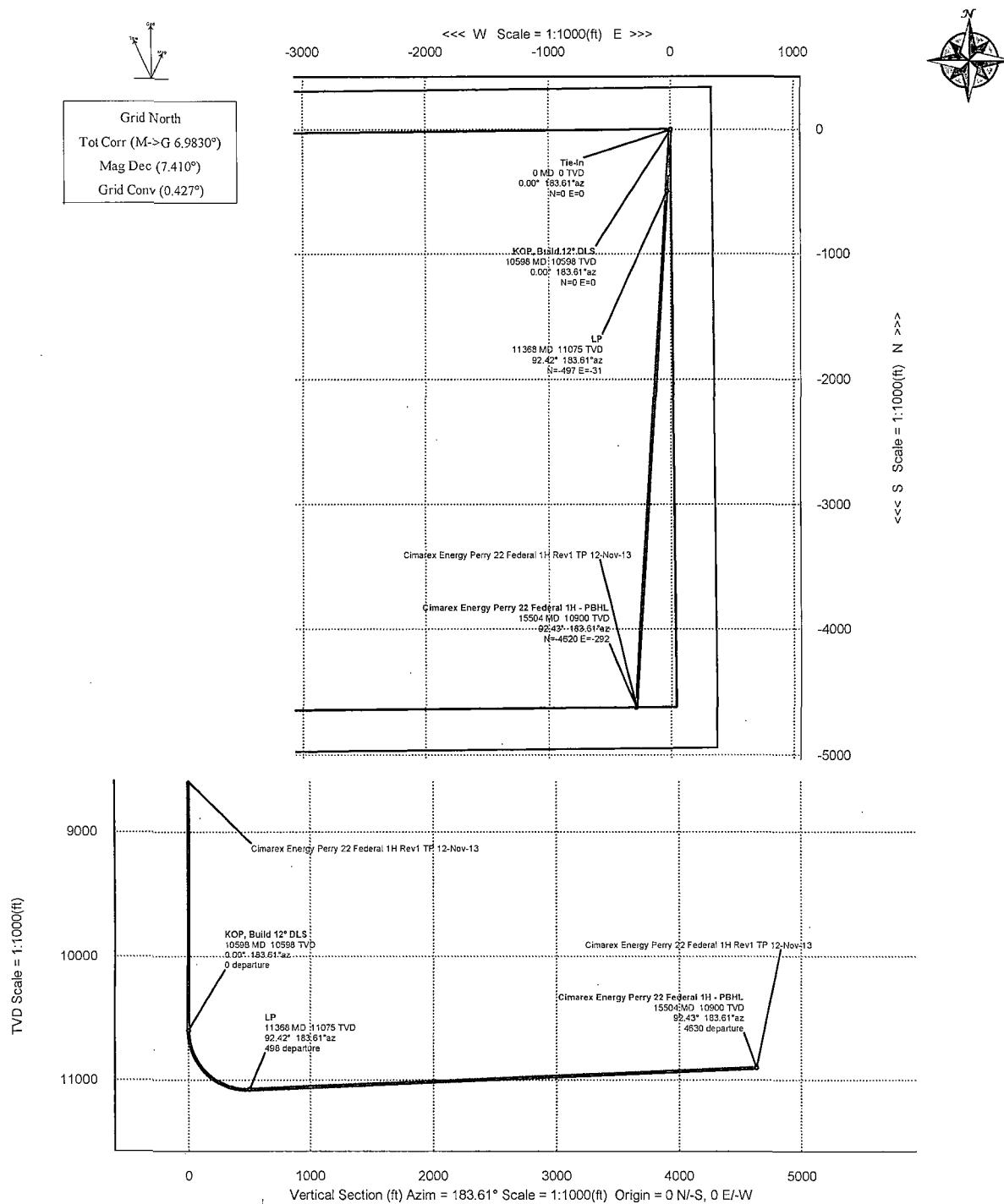
The proposed well will be tested and potentialized as **Oil**



Cimarex Energy

PATHFINDER
A Schlumberger Company

WELL	Perry 22 Federal 1H	FIELD	NM Lea County (NAD 83)	STRUCTURE	Cimarex Perry 22 Federal 1H
Magnetic Parameters Model: BGMG 2012	Dip: 65.40° Maz: 7.41°	Date: November 12, 2013 FS: AM433.DAT	Surface Location: Lat: 35° 33' 43.5" N Long: 103° 32' 26.1" W	NAD83 New Mexico State Plane, Eastern Zone, US Feet Northing: 785653.30 Units Easting: 0.00000000 Scale Factor: 0.99997740	Miscellaneous Perry 22 Federal 1H TVD Ref: Ground Level (8000ft above MSL) PMT: Cimarex Energy Proj 22 Federal 0484-0721252013



Critical Points

Cimarex Energy Perry 22 Federal 1H Rev1 TP 12-Nov-13 Proposal Report

(Non-Def Plan)

Report Date:	November 12, 2013 - 10:13 AM													
Client:	Cimarex Energy													
Field:	NM Lea County (NAD 83)													
Structure / Slot:	Cimarex Perry 22 Federal 1H / Perry 22 Federal 1H													
Well:	Perry 22 Federal 1H													
Borehole:	Original Borehole													
UWI / API#:	Unknown / Unknown													
Survey Name:	Cimarex Energy Perry 22 Federal 1H Rev1 TP 12-Nov-13													
Survey Date:	July 10, 2013													
Tort / AHD / DDI / ERD Ratio:	92.430 ° / 4629.600 ft / 5.777 / 0.418													
Coordinate Reference System:	NAD83 New Mexico State Plane, Eastern Zone, US Feet													
Location Lat / Long:	N 32° 33' 53.88690", W 103° 32' 26.12048"													
Location Grid N/E Y/X:	N 570175.700 ftUS, E 785563.300 ftUS													
CRS Grid Convergence Angle:	0.4267 °													
Grid Scale Factor:	0.9999774													
Survey / DLS Computation:			Minimum Curvature / Lubinski											
Vertical Section Azimuth:			183.610 ° (Grid North)											
Vertical Section Origin:			0,000 ft, 0,000 ft											
TVD Reference Datum:			Ground Level											
TVD Reference Elevation:			3655.000 ft above MSL											
Seabed / Ground Elevation:			3655.000 ft above MSL											
Magnetic Declination:			7.410 °											
Total Field Strength:			48543.243 nT											
Magnetic Dip Angle:			60.404 °											
Declination Date:			November 12, 2013											
Magnetic Declination Model:			BGGM 2012											
North Reference:			Grid North											
Grid Convergence Used:			0.4267 °											
Total Corr Mag North->Grid North:			6.9830 °											
Local Coord Referenced To:			Structure Reference Point											
Comments	MD (ft)	Incl (°)	Azim Grid (°)	TVD (ft)	VSEC (ft)	NS (ft)	EW (ft)	Northing (ftUS)	Easting (ftUS)	Latitude (N/S ° '")	Longitude (E/W ° '")	Closure (ft)	Closure Azimuth (°)	DLS ('/100ft)
Tie-In	0.00	0.00	183.61	0.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	N/A
	100.00	0.00	183.61	100.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	200.00	0.00	183.61	200.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	300.00	0.00	183.61	300.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	400.00	0.00	183.61	400.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	500.00	0.00	183.61	500.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	600.00	0.00	183.61	600.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	700.00	0.00	183.61	700.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	800.00	0.00	183.61	800.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	900.00	0.00	183.61	900.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	1000.00	0.00	183.61	1000.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	1100.00	0.00	183.61	1100.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	1200.00	0.00	183.61	1200.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	1300.00	0.00	183.61	1300.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	1400.00	0.00	183.61	1400.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	1500.00	0.00	183.61	1500.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	1600.00	0.00	183.61	1600.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	1700.00	0.00	183.61	1700.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	1800.00	0.00	183.61	1800.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	1900.00	0.00	183.61	1900.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	2000.00	0.00	183.61	2000.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	2100.00	0.00	183.61	2100.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	2200.00	0.00	183.61	2200.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	2300.00	0.00	183.61	2300.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	2400.00	0.00	183.61	2400.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	2500.00	0.00	183.61	2500.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	2600.00	0.00	183.61	2600.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	2700.00	0.00	183.61	2700.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	2800.00	0.00	183.61	2800.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	2900.00	0.00	183.61	2900.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00
	3000.00	0.00	183.61	3000.00	0.00	0.00	0.00	570175.70	785563.30	N 32° 33' 53.89	W 103° 32' 26.12	0.00	0.00	0.00

Comments	MD (ft)	Incl (°)	Azim Grid (°)	TVD (ft)	VSEC (ft)	NS (ft)	EW (ft)	Northing (ftUS)	Easting (ftUS)	Latitude (N/S ° '")	Longitude (E/W ° '")	Closure (ft)	Closure Azimuth (°)	DLS ('/100ft)
	8600.00	0.00	183.61	8600.00	0.00	0.00	0.00	570175.70	785563.30	N 32 33 53.89	W 103 32 26.12	0.00	0.00	0.00
	8700.00	0.00	183.61	8700.00	0.00	0.00	0.00	570175.70	785563.30	N 32 33 53.89	W 103 32 26.12	0.00	0.00	0.00
	8800.00	0.00	183.61	8800.00	0.00	0.00	0.00	570175.70	785563.30	N 32 33 53.89	W 103 32 26.12	0.00	0.00	0.00
	8900.00	0.00	183.61	8900.00	0.00	0.00	0.00	570175.70	785563.30	N 32 33 53.89	W 103 32 26.12	0.00	0.00	0.00
	9000.00	0.00	183.61	9000.00	0.00	0.00	0.00	570175.70	785563.30	N 32 33 53.89	W 103 32 26.12	0.00	0.00	0.00
	9100.00	0.00	183.61	9100.00	0.00	0.00	0.00	570175.70	785563.30	N 32 33 53.89	W 103 32 26.12	0.00	0.00	0.00
	9200.00	0.00	183.61	9200.00	0.00	0.00	0.00	570175.70	785563.30	N 32 33 53.89	W 103 32 26.12	0.00	0.00	0.00
	9300.00	0.00	183.61	9300.00	0.00	0.00	0.00	570175.70	785563.30	N 32 33 53.89	W 103 32 26.12	0.00	0.00	0.00
	9400.00	0.00	183.61	9400.00	0.00	0.00	0.00	570175.70	785563.30	N 32 33 53.89	W 103 32 26.12	0.00	0.00	0.00
	9500.00	0.00	183.61	9500.00	0.00	0.00	0.00	570175.70	785563.30	N 32 33 53.89	W 103 32 26.12	0.00	0.00	0.00
	9600.00	0.00	183.61	9600.00	0.00	0.00	0.00	570175.70	785563.30	N 32 33 53.89	W 103 32 26.12	0.00	0.00	0.00
	9700.00	0.00	183.61	9700.00	0.00	0.00	0.00	570175.70	785563.30	N 32 33 53.89	W 103 32 26.12	0.00	0.00	0.00
	9800.00	0.00	183.61	9800.00	0.00	0.00	0.00	570175.70	785563.30	N 32 33 53.89	W 103 32 26.12	0.00	0.00	0.00
	9900.00	0.00	183.61	9900.00	0.00	0.00	0.00	570175.70	785563.30	N 32 33 53.89	W 103 32 26.12	0.00	0.00	0.00
	10000.00	0.00	183.61	10000.00	0.00	0.00	0.00	570175.70	785563.30	N 32 33 53.89	W 103 32 26.12	0.00	0.00	0.00
	10100.00	0.00	183.61	10100.00	0.00	0.00	0.00	570175.70	785563.30	N 32 33 53.89	W 103 32 26.12	0.00	0.00	0.00
	10200.00	0.00	183.61	10200.00	0.00	0.00	0.00	570175.70	785563.30	N 32 33 53.89	W 103 32 26.12	0.00	0.00	0.00
	10300.00	0.00	183.61	10300.00	0.00	0.00	0.00	570175.70	785563.30	N 32 33 53.89	W 103 32 26.12	0.00	0.00	0.00
	10400.00	0.00	183.61	10400.00	0.00	0.00	0.00	570175.70	785563.30	N 32 33 53.89	W 103 32 26.12	0.00	0.00	0.00
	10500.00	0.00	183.61	10500.00	0.00	0.00	0.00	570175.70	785563.30	N 32 33 53.89	W 103 32 26.12	0.00	0.00	0.00
KOP, Build 12" DLS	10598.00	0.00	183.61	10598.00	0.00	0.00	0.00	570175.70	785563.30	N 32 33 53.89	W 103 32 26.12	0.00	0.00	0.00
	10600.00	0.24	183.61	10600.00	0.00	0.00	0.00	570175.70	785563.30	N 32 33 53.89	W 103 32 26.12	0.00	183.61	12.00
	10700.00	12.24	183.61	10699.23	10.85	-10.83	-0.68	570164.87	785562.62	N 32 33 53.78	W 103 32 26.13	10.85	183.61	12.00
	10800.00	24.24	183.61	10794.03	42.10	-42.02	-2.65	570133.68	785560.65	N 32 33 53.47	W 103 32 26.16	42.10	183.61	12.00
	10900.00	36.24	183.61	10880.26	92.37	-92.19	-5.82	570083.51	785557.48	N 32 33 52.98	W 103 32 26.20	92.37	183.61	12.00
	11000.00	48.24	183.61	10954.15	159.48	-159.16	-10.04	570016.54	785553.26	N 32 33 52.31	W 103 32 26.25	159.48	183.61	12.00
	11100.00	60.24	183.61	11012.48	240.48	-240.01	-15.14	569935.70	785548.16	N 32 33 51.51	W 103 32 26.32	240.48	183.61	12.00
	11200.00	72.25	183.61	11052.69	331.84	-331.18	-20.89	569844.52	785542.41	N 32 33 50.61	W 103 32 26.39	331.84	183.61	12.00
	11300.00	84.25	183.61	11073.02	429.57	-428.72	-27.05	569747.00	785536.25	N 32 33 49.65	W 103 32 26.47	429.57	183.61	12.00
LP	11368.10	92.42	183.61	11075.00	497.58	-496.60	-31.33	569679.11	785531.97	N 32 33 48.98	W 103 32 26.53	497.58	183.61	12.00
	11400.00	92.42	183.61	11073.65	529.45	-528.40	-33.34	569647.31	785529.96	N 32 33 48.66	W 103 32 26.56	529.45	183.61	0.00
	11500.00	92.42	183.61	11069.43	629.36	-628.11	-39.63	569547.60	785523.67	N 32 33 47.68	W 103 32 26.64	629.36	183.61	0.00
	11600.00	92.42	183.61	11065.21	729.27	-727.83	-45.92	569447.89	785517.38	N 32 33 46.69	W 103 32 26.72	729.27	183.61	0.00
	11700.00	92.42	183.61	11060.98	829.19	-827.54	-52.21	569348.18	785511.09	N 32 33 45.70	W 103 32 26.80	829.19	183.61	0.00
	11800.00	92.42	183.61	11056.76	929.10	-927.25	-68.50	569248.47	785504.80	N 32 33 44.72	W 103 32 26.88	929.10	183.61	0.00
	11900.00	92.42	183.61	11052.53	1029.01	-1026.96	-64.79	569148.76	785498.51	N 32 33 43.73	W 103 32 26.97	1029.01	183.61	0.00
	12000.00	92.42	183.61	11048.31	1128.92	-1126.68	-71.08	569049.05	785492.22	N 32 33 42.74	W 103 32 27.05	1128.92	183.61	0.00
	12100.00	92.42	183.61	11044.08	1228.83	-1226.39	-77.37	568949.34	785485.93	N 32 33 41.76	W 103 32 27.13	1228.83	183.61	0.00
	12200.00	92.42	183.61	11039.86	1328.74	-1326.10	-83.66	568849.63	785479.64	N 32 33 40.77	W 103 32 27.21	1328.74	183.61	0.00
	12300.00	92.42	183.61	11035.63	1428.65	-1425.81	-89.95	568749.92	785473.35	N 32 33 39.79	W 103 32 27.30	1428.65	183.61	0.00
	12400.00	92.42	183.61	11031.41	1528.56	-1525.53	-96.25	568650.21	785467.06	N 32 33 38.80	W 103 32 27.38	1528.56	183.61	0.00
	12500.00	92.42	183.61	11027.18	1628.47	-1625.24	-102.54	568550.50	785460.77	N 32 33 37.81	W 103 32 27.46	1628.47	183.61	0.00
	12600.00	92.42	183.61	11022.95	1728.38	-1724.95	-108.83	568450.79	785454.48	N 32 33 36.83	W 103 32 27.54	1728.38	183.61	0.00
	12700.00	92.42	183.61	11018.72	1828.29	-1824.66	-115.12	568351.08	785448.18	N 32 33 35.84	W 103 32 27.62	1828.29	183.61	0.00
	12800.00	92.42	183.61	11014.49	1928.20	-1924.38	-121.41	568251.37	785441.89	N 32 33 34.86	W 103 32 27.71	1928.20	183.61	0.00
	12900.00	92.42	183.61	11010.27	2028.11	-2024.09	-127.70	568151.66	785435.60	N 32 33 33.87	W 103 32 27.79	2028.11	183.61	0.00
	13000.00	92.42	183.61	11006.04	2128.02	-2123.80	-133.99	568051.95	785429.31	N 32 33 32.88	W 103 32 27.87	2128.02	183.61	0.00
	13100.00	92.42	183.61	11001.81	2227.93	-2223.51	-140.28	567952.24	785423.02	N 32 33 31.90	W 103 32 27.95	2227.93	183.61	0.00
	13200.00	92.42	183.61	10997.58	2327.84	-2323.23	-146.57	567852.53	785416.73	N 32 33 30.91	W 103 32 28.04	2327.84	183.61	0.00
	13300.00	92.42	183.61	10993.35	2427.75	-2422.94	-152.86	567752.82	785410.44	N 32 33 29.92	W 103 32 28.12	2427.75	183.61	0.00
	13400.00	92.43	183.61	10989.11	2527.67	-2522.65	-159.16	567653.11	785404.15	N 32 33 28.94	W 103 32 28.20	2527.67	183.61	0.00
	13500.00	92.43	183.61	10984.88	2627.58	-2622.36	-165.45	567553.40	785397.86	N 32 33 27.95	W 103 32 28.28	2627.58	183.61	0.00
	13600.00	92.43	183.61	10980.65	2727.49	-2722.07	-171.74	567453.69	785391.57	N 32 33 26.97	W 103 32 28.36	2727.49	183.61	0.00
	13700.00	92.43	183.61	10976.42	2827.40	-2821.79	-178.03	567353.98	785385.28	N 32 33 25.98	W 103 32 28.45	2827.40	183.61	0.00

Comments	MD (ft)	Incl (°)	Azim Grid (°)	TVD (ft)	VSEC (ft)	NS (ft)	EW (ft)	Northing (ftUS)	Easting (ftUS)	Latitude (N/S ° '")	Longitude (E/W ° '")	Closure (ft)	Closure Azimuth (°)	DLS (%/100ft)
	13800.00	92.43	183.61	10972.19	2927.31	-2921.50	-184.32	567254.27	785378.99	N 32 33 24.99	W 103 32 28.53	2927.31	183.61	0.00
	13900.00	92.43	183.61	10967.95	3027.22	-3021.21	-190.61	567154.56	785372.69	N 32 33 24.01	W 103 32 28.61	3027.22	183.61	0.00
	14000.00	92.43	183.61	10963.72	3127.13	-3120.92	-196.90	567054.85	785366.40	N 32 33 23.02	W 103 32 28.69	3127.13	183.61	0.00
	14100.00	92.43	183.61	10959.49	3227.04	-3220.63	-203.19	566955.14	785360.11	N 32 33 22.04	W 103 32 28.77	3227.04	183.61	0.00
	14200.00	92.43	183.61	10955.25	3326.95	-3320.35	-209.48	566855.44	785353.82	N 32 33 21.05	W 103 32 28.86	3326.95	183.61	0.00
	14300.00	92.43	183.61	10951.02	3426.86	-3420.06	-215.77	566755.73	785347.53	N 32 33 20.06	W 103 32 28.94	3426.86	183.61	0.00
	14400.00	92.43	183.61	10946.78	3526.77	-3519.77	-222.07	566656.02	785341.24	N 32 33 19.08	W 103 32 29.02	3526.77	183.61	0.00
	14500.00	92.43	183.61	10942.54	3626.68	-3619.48	-228.36	566556.31	785334.95	N 32 33 18.09	W 103 32 29.10	3626.68	183.61	0.00
	14600.00	92.43	183.61	10938.31	3726.59	-3719.19	-234.65	566456.60	785328.66	N 32 33 17.11	W 103 32 29.19	3726.59	183.61	0.00
	14700.00	92.43	183.61	10934.07	3826.50	-3818.91	-240.94	566356.89	785322.37	N 32 33 16.12	W 103 32 29.27	3826.50	183.61	0.00
	14800.00	92.43	183.61	10929.83	3926.41	-3918.62	-247.23	566257.18	785316.08	N 32 33 15.13	W 103 32 29.35	3926.41	183.61	0.00
	14900.00	92.43	183.61	10925.60	4026.32	-4018.33	-253.52	566157.47	785309.79	N 32 33 14.15	W 103 32 29.43	4026.32	183.61	0.00
	15000.00	92.43	183.61	10921.36	4126.23	-4118.04	-259.81	566057.76	785303.50	N 32 33 13.16	W 103 32 29.51	4126.23	183.61	0.00
	15100.00	92.43	183.61	10917.12	4226.14	-4217.75	-266.10	565958.05	785297.20	N 32 33 12.17	W 103 32 29.60	4226.14	183.61	0.00
	15200.00	92.43	183.61	10912.88	4326.05	-4317.47	-272.39	565858.34	785290.91	N 32 33 11.19	W 103 32 29.68	4326.05	183.61	0.00
	15300.00	92.43	183.61	10908.64	4425.96	-4417.18	-278.68	565758.63	785284.62	N 32 33 10.20	W 103 32 29.76	4425.96	183.61	0.00
	15400.00	92.43	183.61	10904.40	4525.87	-4516.89	-284.98	565658.92	785278.33	N 32 33 9.22	W 103 32 29.84	4525.87	183.61	0.00
	15500.00	92.43	183.61	10900.16	4625.78	-4616.60	-291.27	565559.21	785272.04	N 32 33 8.23	W 103 32 29.92	4625.78	183.61	0.00
Cimarex Energy Perry 22 Federal 1H - PBHL	15503.82	92.43	183.61	10900.00	4629.60	-4620.41	-291.51	565555.40	785271.80	N 32 33 8.19	W 103 32 29.93	4629.60	183.61	0.00

Survey Type: Non-Def Plan

Survey Error Model: ISCWSA Rev 0 *** 3-D 95.000% Confidence 2.7955 sigma

Survey Program:

Description	MD From (ft)	MD To (ft)	EOU Freq (ft)	Hole Size (in)	Casing Diameter (in)	Survey Tool Type	Borehole / Survey
	0.000	10598.000	1/100.000	30.000	30.000	SLB_NSG+MSHOT	Original Borehole / Cimarex Energy Perry 22 Federal 1H Rev1
	10598.000	15503.823	1/100.000	30.000	30.000	SLB_MWD-STD	Original Borehole / Cimarex Energy Perry 22 Federal 1H Rev1

Drilling 12-1/4" hole
below 13 3/8" Casing

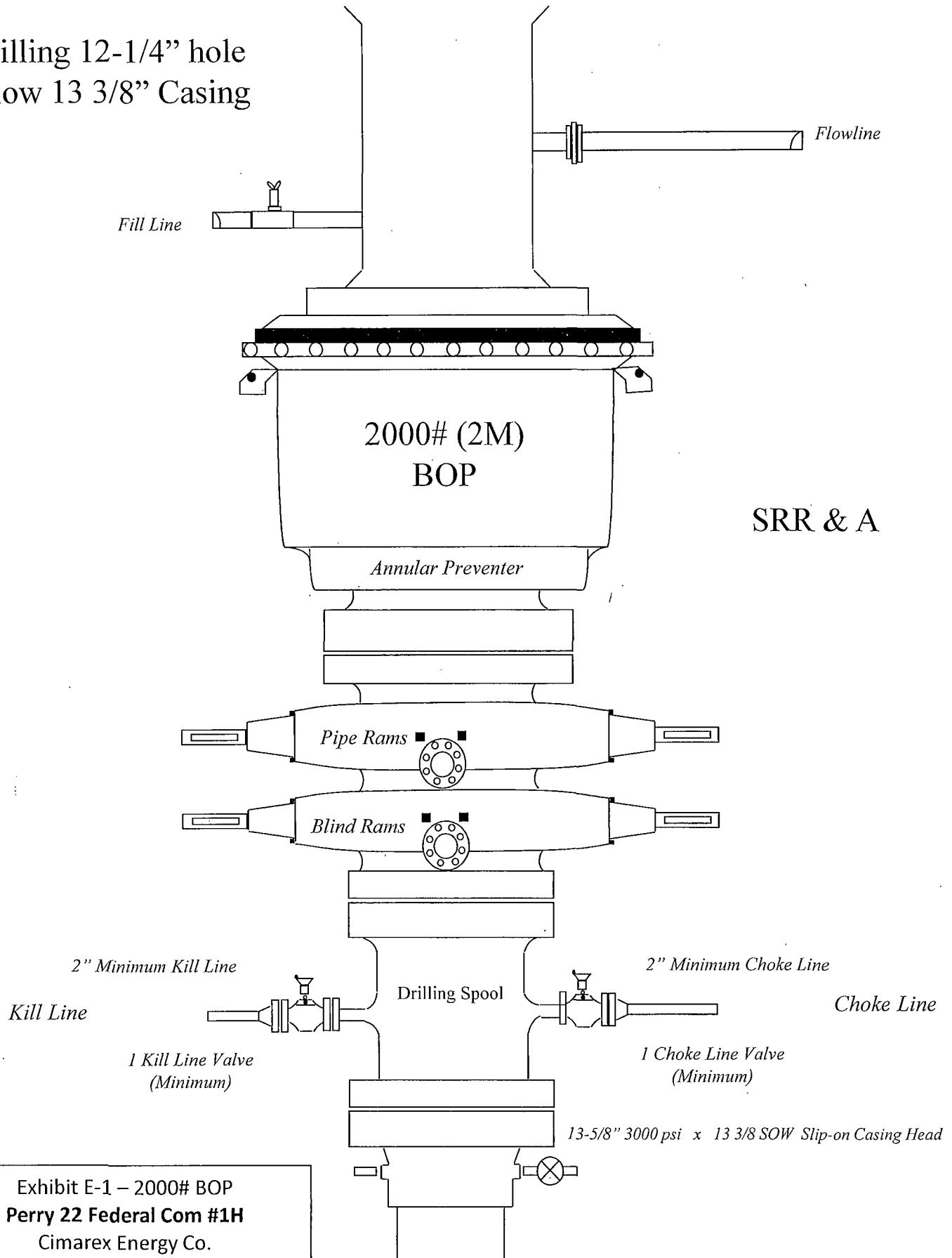


Exhibit E-1 – 2000# BOP
Perry 22 Federal Com #1H
Cimarex Energy Co.
22-20S-34E
SHL 335 FNL & 330 FEL
BHL 330 FSL & 660 FEL
Lea County, NM

Drilling 8-3/4" hole
below 9 5/8" Casing

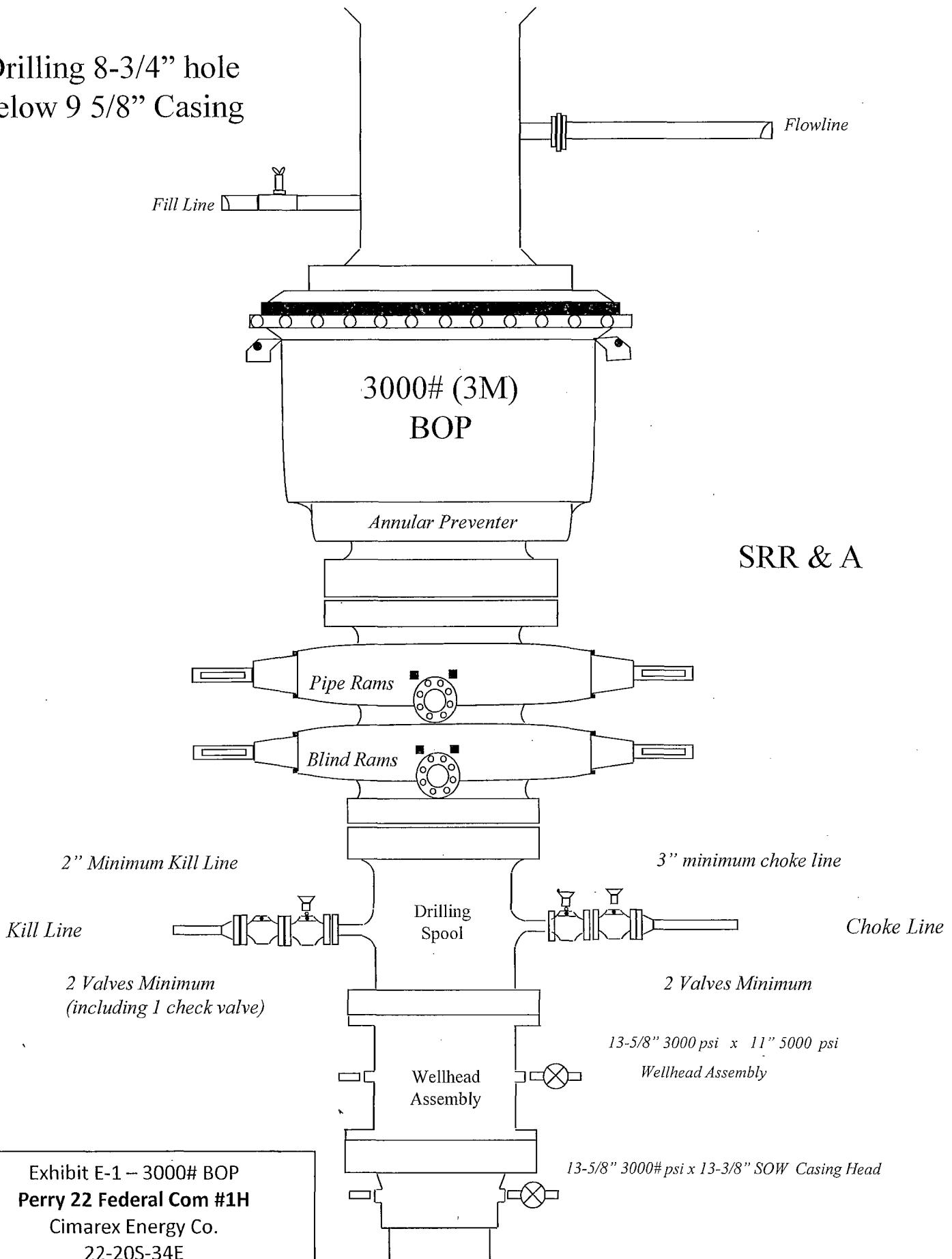


Exhibit E-1 – 3000# BOP
Perry 22 Federal Com #1H
Cimarex Energy Co.
22-20S-34E
SHL 335 FNL & 330 FEL
BHL 330 FSL & 660 FEL
Lea County, NM

Drilling Operations

Choke Manifold

2M/3M Service

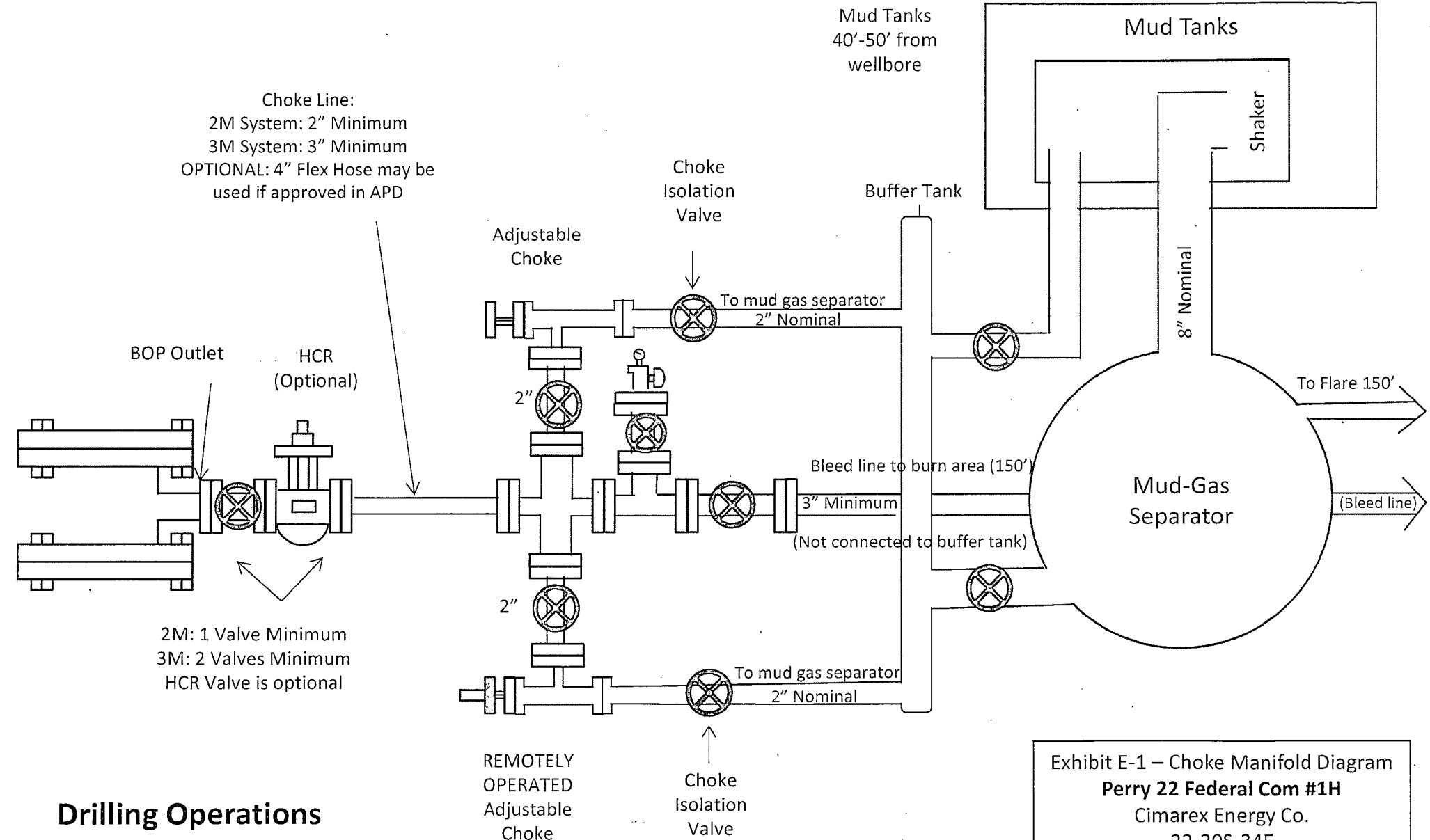


Exhibit E-1 – Choke Manifold Diagram
Perry 22 Federal Com #1H
Cimarex Energy Co.
22-20S-34E
SHL 335 FNL & 330 FEL
BHL 330 FSL & 660 FEL
Lea County, NM

Exhibit F-1 – Co-Flex Hose Hydrostatic Test

Perry 22 Federal Com #1H

Cimarex Energy Co.

22-20S-34E

SHL 335 FNL & 330 FEL

BHL 330 FSL & 660 FEL

Lea County, NM



**Midwest Hose
& Specialty, Inc.**

INTERNAL HYDROSTATIC TEST REPORT

Customer:	Oderco Inc	P.O. Number:	odyd-271
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HOSE SPECIFICATIONS

Type: Stainless Steel Armor Choke & Kill Hose	Hose Length: 45'ft.
I.D. 4 INCHES	O.D. 9 INCHES
WORKING PRESSURE 10,000 PSI	TEST PRESSURE 15,000 PSI
	BURST PRESSURE 0 PSI

COUPLINGS

Stem Part No. OKC OKC	Ferrule No. OKC OKC
Type of Coupling: Swage-It	

PROCEDUREHose assembly pressure tested with water at ambient temperature.

TIME HELD AT TEST PRESSURE 15 MIN.	ACTUAL BURST PRESSURE 0 PSI
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Hose Assembly Serial Number: 79793	Hose Serial Number: OKC
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Comments:

Date: 3/8/2011	Tested: <i>A. John Jones</i>	Approved: <i>Kevin J. Jones</i>
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Exhibit F-1 – Co-Flex Hose Hydrostatic Test

Perry 22 Federal Com #1H

Cimarex Energy Co.

22-20S-34E

SHL 335 FNL & 330 FEL

BHL 330 FSL & 660 FEL

Lea County, NM

March 3, 2011

Internal Hydrostatic Test Graph



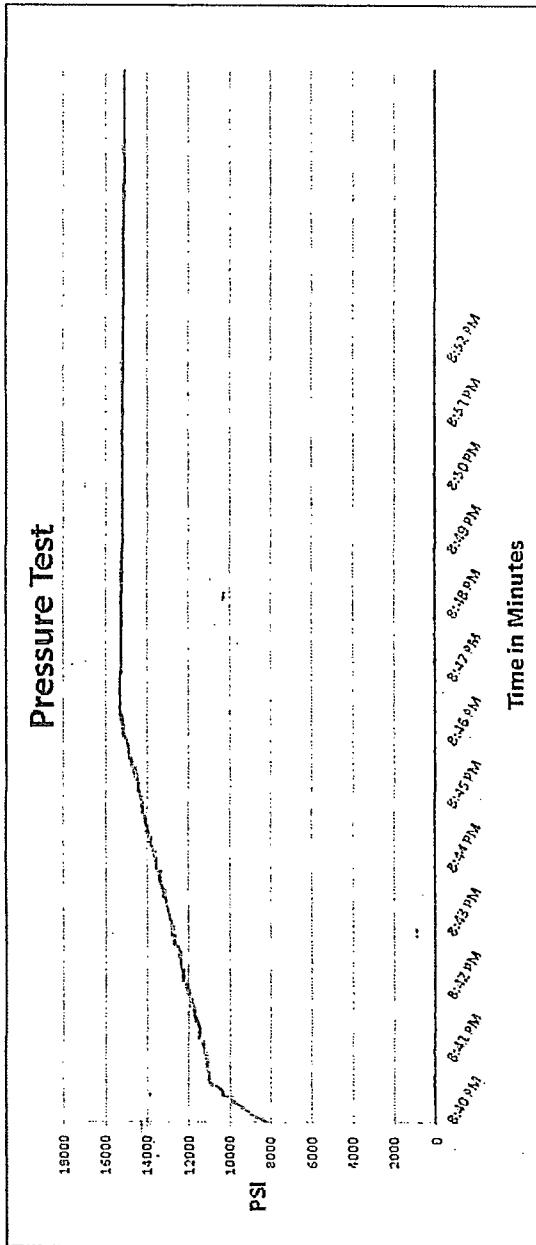
Customer: Houston

Pick Ticket #: 94260

Midwest Hose
& Specialty, Inc.

Hose Specifications		Length 45'	Type of Fitting 4 1/16 JOK O.D. Die Size 6.38"	Verification Swage End O.D. 6.25"
Hose Type C & K I.D. 4"	Burst Pressure Standard Safety Multiplier Applied 10000 PSI			

Pressure Test



Comments: Hose assembly pressure tested with water at ambient temperature.

Tested By: *Zoe McConnell*

Approved By: *Kim Thomas*

Kim Thomas



Midwest Hose
& Specialty, Inc.

Exhibit F -3- Co-Flex Hose
Perry 22 Federal Com #1H
Cimarex Energy Co.
22-20S-34E
SHL 335 FNL & 330 FEL
BHL 330 FSL & 660 FEL
Lea County, NM

Specification Sheet Choke & Kill Hose

The Midwest Hose & Specialty Choke & Kill hose is manufactured with only premium components. The reinforcement cables, inner liner and cover are made of the highest quality material to handle the tough drilling applications of today's industry. The end connections are available with API flanges, API male threads, hubs, hammer unions or other special fittings upon request. Hose assembly is manufactured to API 7K. This assembly is wrapped with fire resistant vermiculite coated fiberglass insulation, rated at 2000 degrees with stainless steel armor cover.

Working Pressure:	5,000 or 10,000 psi working pressure
Test Pressure:	10,000 or 15,000 psi test pressure
Reinforcement:	Multiple steel cables
Cover:	Stainless Steel Armor
Inner Tube:	Petroleum resistant, Abrasion resistant
End Fitting:	API flanges, API male threads, threaded or butt weld hammer unions, unibolt and other special connections
Maximum Length:	110 Feet
ID:	2-1/2", 3", 3-1/2", 4"
Operating Temperature:	-22 deg F to +180 deg F (-30 deg C to +82 deg C)

Exhibit F-2 – Co-Flex Hose
Perry 22 Federal Com #1H
Cimarex Energy Co.
22-20S-34E
SHL 335 FNL & 330 FEL
BHL 330 FSL & 660 FEL
Lea County, NM

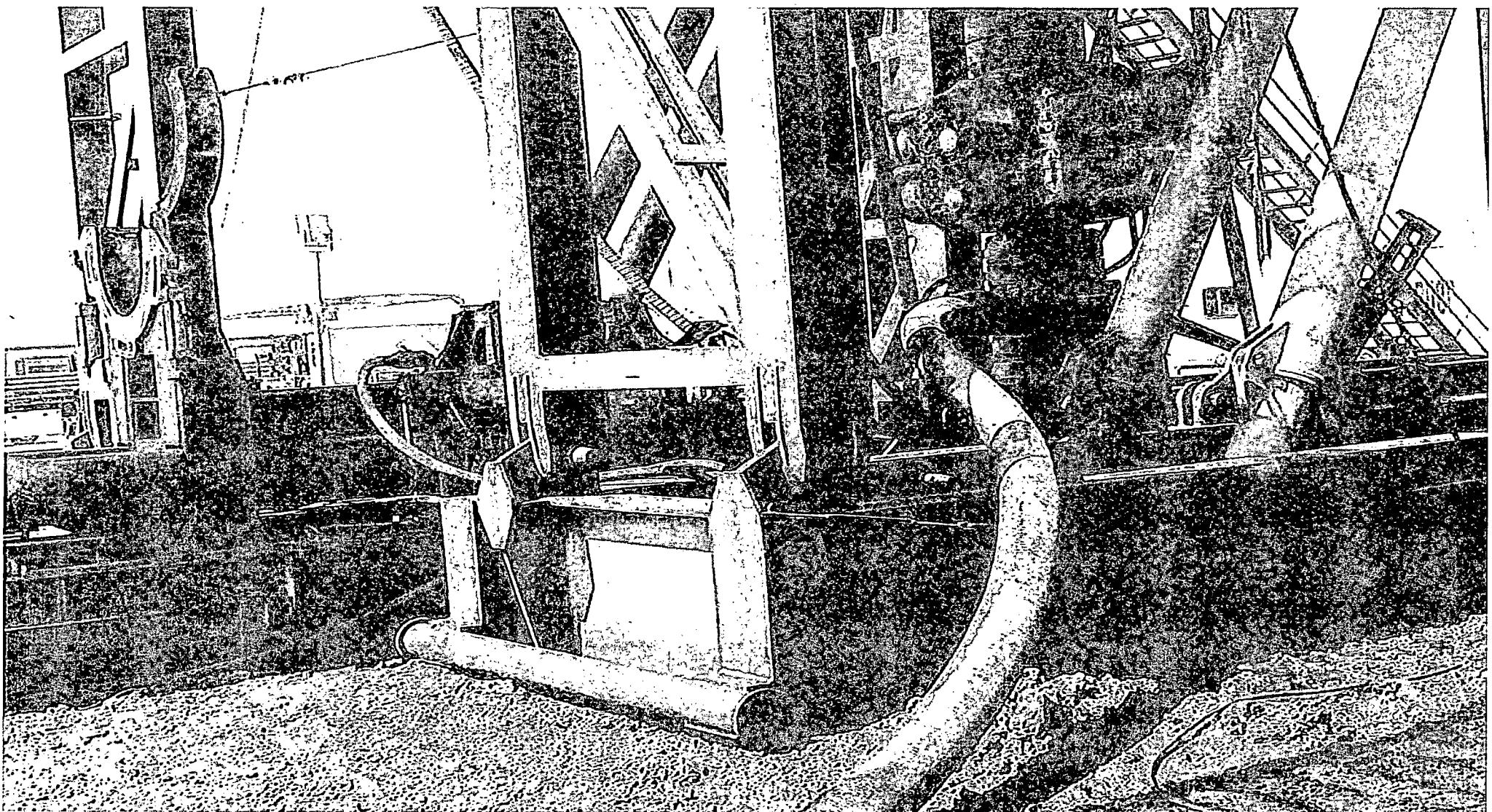


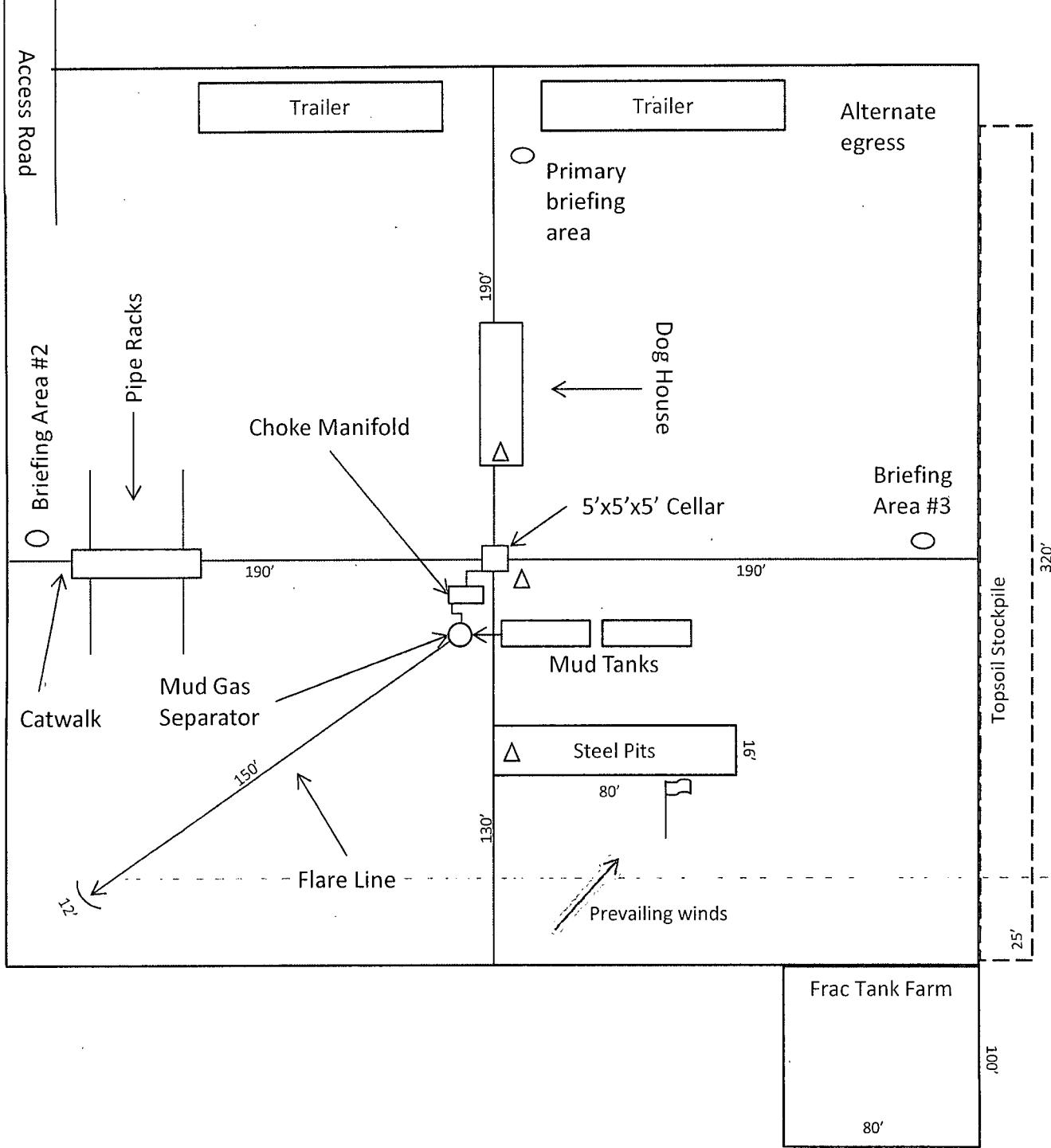
Midwest Hose & Specialty, Inc.

Certificate of Conformity

Customer: DEM	PO ODYD-271
SPECIFICATIONS	
Sales Order 79793	Dated: 3/8/2011
We hereby certify that the material supplied for the referenced purchase order to be true according to the requirements of the purchase order and current industry standards	
Supplier: Midwest Hose & Specialty, Inc. 10640 Tanner Road Houston, Texas 77041	
Comments:	
Approved: <i>Jeanne Glazda</i>	Date: 3/8/2011

Exhibit F – Co-Flex Hose
Perry 22 Federal Com #1H
Cimarex Energy Co.
22-20S-34E
SHL 335 FNL & 330 FEL
BHL 330 FSL & 660 FEL
Lea County, NM





- Wind Direction Indicators (wind sock or streamers)
- △ H₂S Monitors (alarms at bell nipple and shale shaker)
- Briefing Areas

Exhibit D – Rig Diagram
Perry 22 Federal Com #1H
Cimarex Energy Co.
22-20S-34E
SHL 335 FNL & 330 FEL
BHL 330 FSL & 660 FEL
Lea County, NM