Form 3160-5 (November 1994)		UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMEN OCD-HOBBS				FORM APPROVED OMB No. 1004-0135 Expires July 31, 1996 5. Lease Serial No.			
	SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an						6. If Indian, Allottee or Tribe Name		
abandoned well. Use form 3160-3 (APD) for such proposals.						7. If Unit or CA/Agreement, Name and/or No.			
SUBMIT IN TRIPLICATE - Other instructions on reverse side								100050	
1. Type of Well Oil Well Other								169050 Name and No.	
2. Name of Operator							Laguna Deep Unit No. 9		
Cimarex Energy Co. of Colorado								Veli No.	
3a. Address 3b.					Phone No. (include area code)			30-025-37686	
PO Box 140907; Irving, TX 75014-0907				972-401-3111			10. Field and Pool, or Exploratory Area		
 Location of Well (Footage, Sec., T., R., M., or Survey Description) 1980' FSL & 1980' FEL 125 105 235 							Gem; Morrow, East (Gas) 11. County or Parish, State		
J-35-19S-33E Lea County, NM 12. CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA									
						OF ACTION			
			1						
Notice of Inte	ent	Acidize	<u> </u>	Deepen		Production (Start/	Resume)	Water Shut-Off	
N		Alter Casing		Fracture Treat		Reclamation			
XSubsequent	Report	Casing Repair		New Construction		Recomplete		Other Set surface &	
	amont Nating	Change Plans		Plug and Abandon	Temporarily Aband		1000	intermediate casing	
Final Abandonment Notice Convert to Injection Plug Back Water Disposal 13. Describe Proposed or Completed Operation (clearly state all pertinent details, included estimated starting date of any proposed work and approximate duration thereof.									
 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 recompletion 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.) 08/01/06 Spudded well. 08/03/06 Ran 13-3/8" 48# H-40 STC casing to 1390'. Cemented with lead of 790 sx Light Premium Plus (den 12.5, yild 1.98) + 0,125# Poly E Flake + 2% CaCl and tail of 250 sx Premium Plus (den 14.8, yld 1.34) +2% CaCl. Circulated cement to surface. 08/04/06 Pressure tested casing to 500 psi for 30 minutes. WOC total of 24 hours. 08/12/06 Ran 9-5/8" 40# J-55 LTC casing to 4820'. Cemented with lead of 260 sx Interfill C + 0.125 Poly E-Flake and tail of 200 sx Premium Plus + 1% CaCl. Circulated 612 sx to surface. 08/13/06 Pressure tested casing to 1000 psi for 30 minutes. WOC total of 26.5 hours. SEE ATTACHED FOR CONDITIONS OF APPROVAL 									
	at the foregoing is true an	d correct							
Name (Printed/Typed) Title									
Natalie Krueger Signature				Reg Analys	st 1				
Signature	uti Knu	1gh		August 25,	200	6			
THIS SPACE FOR FEDERAL OR STATE OFFICE USE									
(ORIG. SGD.) FREDERICK WRIGHT					Petroleum Engineer			Date	
Conditions of Approval, if any, are attached. Approval of this notice does not warran certify that the applicant holds legal or equitable title to those rights in the subject lea					Office				
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 willfully to make to any department or agency of the United States any false, fictitious or									
		e for any person knowingly and w o any matter within its jurisdiction	ilifull	y to make to any depa	artme	nt or agency of t	he United State	s any false, fictitious or	

SUNDRY NOTICE SPECIAL STIPULATIONS

- 1. Any significant change in casing setting depth, such as the change from 3500 feet as approved on this well to the 4820 actually used must be approved prior to the change.
- 2. The setting of the intermediate string in <u>this well violates the R-111-P</u> order for the salt protection string in a Potash area. See the attached.

-7-Case No. 9316 Order No. R-111-P

> hole does not remain dry for a period of one hour, corrective measures shall be applied.

(d) The above requirements for the surface casing string shall be applicable to both the shallow and deep zones.

(3) Salt Protection String:

(a) A salt protection string of new or used oil field casing in good condition shall be set not less than one hundred (100) feet nor more than six hundred (600) feet below the base of the salt section; provided that such string shall not be set below the top of the highest known oil or gas zone. With prior approval of the OCD District Supervisor the wellbore may be deviated from the vertical after completely penetrating Marker Bed No. 126 (USGS) but that section of the casing set in the deviated portion of the wellbore shall be centralized at each joint.

(b) The salt protection string shall be cemented, as follows:

(i) For wells drilled to the shallow zone, the string may be cemented with a nominal volume of cement for testing purposes only. If the exploratory test well is completed as a productive well, the string shall be re-cemented with sufficient cement to fill the annular space back of the pipe from the top of the first cementing to the surface or to the bottom of the cellar, or may be cut and pulled if the production string is cemented to the surface as provided in sub-section D (5)(a)(i) below.

(ii) For wells drilled to the deep zone, the string must be cemented with sufficient cement to fill the annular space back of the pipe from the casing seat to the surface or to the bottom of the cellar.

(c) If the cement fails to reach the surface or the bottom of the cellar, where required, the top of the cement shall be located by a temperature, gamma ray or other survey and additional cementing shall be done until the cement is brought to the point required.