

Office

Energy, Minerals and Natural Resources

May 27, 2004

District I

1625 N. French Dr., Hobbs, NM 88240

District II

1301 W. Grand Ave., Artesia, NM 88210

District III

1000 Rio Brazos Rd., Aztec, NM 87410

District IV

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

87505

OIL CONSERVATION DIVISION

220 South St. Francis Dr.

Santa Fe, NM 87505

WELL API NO.

30-025-36433

5. Indicate Type of Lease

STATE ☒FEE ☐

6. State Oil & Gas Lease No.

7. Lease Name or Unit Agreement Name

Shelley 36 State

8. Well Number

003

9. OGRID Number

162683

10. Pool name or Wildcat

Skaggs; Drinkard (57000)

SUNDAY NOTICES AND REPORTS ON WELLS

(DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO A DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMIT" (FORM C-101) FOR SUCH PROPOSALS.)

1. Type of Well: Oil Well ☒ Gas Well ☐ Other ☒

2. Name of Operator

Cimarex Energy Co. of Colorado

3. Address of Operator

600 N. Marienfeld Street, Ste. 600 Midland, TX 79701

4. Well Location

Unit Letter L : 2200 feet from the South line and 790 feet from the West line.Section 36 Township 19S Range 37E NMPM County Lea

11. Elevation (Show whether DR, RKB, RT, GR, etc.)

3596 GR

Pit or Below-grade Tank Application ☐ or Closure ☐

Pit type _____ Depth to Groundwater _____ Distance from nearest fresh water well _____ Distance from nearest surface water _____

Pit Liner Thickness: _____ mil Below-Grade Tank: Volume _____ bbls; Construction Material _____

12. Check Appropriate Box to Indicate Nature of Notice, Report or Other Data

NOTICE OF INTENTION TO:

PERFORM REMEDIAL WORK ☐ PLUG AND ABANDON ☐TEMPORARILY ABANDON ☐ CHANGE PLANS ☐PULL OR ALTER CASING ☐ MULTIPLE COMPL ☐OTHER: ☐

SUBSEQUENT REPORT OF:

REMEDIAL WORK ☐ ALTERING CASING ☐COMMENCE DRILLING OPNS. ☐ P AND A ☐CASING/CEMENT JOB ☐OTHER: Add Upper Drinkard perfs, Frac U/L Drinkard ☒

13. Describe proposed or completed operations. (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work). SEE RULE 1103. For Multiple Completions: Attach wellbore diagram of proposed completion or recompletion.

The Shelley 36 State #3 is currently completed in the Drinkard (6818'-6991'OAL). Cimarex Added Upper Drinkard pay by performing The following operation:

8/4/08 POOH w/tbg, pump & rods.

8/5/08 Perf Upper Drinkard 6700'-7028' w/1 JSPF (57 holes).

8/6/08 Isolate & acidz Upper Drinkard 6700'-7028' w/8000 gal 15% Fercheck SC acid carrying 200 - 1.3 sg 7/8" ball sealers.

8/8/08 Frac Upper & Lower Drinkard perfs w/24000 gal Delta Frac 140-R carrying 45000# Premium white 20/40 sand.

8/16/08 RIH w/tbg, pump & rods. Return well to production.

9/6/08 24 hr test: 3 BO + 7 MCF + 37 BW, TP 150 CP 28.

I hereby certify that the information above is true and complete to the best of my knowledge and belief. I further certify that any pit or below-grade tank has been constructed or closed according to NMOCD guidelines ☐, a general permit ☐ or an (attached) alternative OCD-approved plan ☐.

SIGNATURE

TITLE Engineer Tech

DATE 9/12/2008

Type or print name: Laci Luig

E-mail address: lluig@cimarex.com

Telephone No. 432-571-7810

For State Use Only

APPROVED BY:

TITLE

PETROLEUM ENGINEER

Conditions of Approval (if any):

SEP 18 2008