UNITED STATES FORM APPROVED Form 3160-5 DEPARTMENT OF THE INTERIOR OMR No. 1004-0135 (November 1994) BUREAU OF LAND MANAGEMENT Expires July 31, 1996 Lease Serial No. AUG 0 3 2010 SUNDRY NO DES AND REPORTS ON WELLS LC-063586 Do not use this form for proposals to drill or to re-enter an HOBBSO Cabandoned well. Use form 3160-3 (APD) for such proposals. If Indian, Allottee or Tribe Name If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side. Lusk West Delaware Unit NM94514X Type of Well X Oil Well Gas Well Other Well Name and No. Lusk West Delaware Unit No. 908 Name of Operator API Well No. Cimarex Energy Co. of Colorado 9 Phone No (include area code) 30-025-00925 600 N. Marienfeld St., Ste. 600; Midland, TX 79707 432-571-7800 Field and Pool, or Exploratory Area Location of Well (Footage, Sec., T., R., M., or Survey Description) Lusk: Delaware, West 1980 FNL & 660 FEL County or Parish, State 29-19S-32E Lea County, NM CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA 12 TYPE OF ACTION Notice of Intent Production (Start/Resume) Water Shut-Off Acidize Deepen Fracture Treat Reclamation Well Integrity Alter Casing Casing Repair New Construction Recomplete Other TA for future Subsequent Report Plug and Abandon Temporarily Abandon Brushy & Cherry Canyon RC Change Plans Final Abandonment Notice Convert to Injection 13. Describe Proposed or Completed Operation (clearly state all pertinent details, included estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete 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 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.) Well shut in since 04-09 with perfs @ 6448-6458. Cimarex proposes to TA current Delaware for future recompletion to Brushy/Cherry Canyon as shown below and on the attached procedures and WBDs. Please note that upon completion in Brushy/Cherry Canyon, well will be pulled from Lusk West Delaware Unit, and well name will revert back to the original "Southern California Federal No. 1." TA Plans • POOH w rods and pump, NDWH & NU 3K BOP, POOH and LD tbg. • RU cmt. RIW w 2%" tbg and 5%" CICR. Set @ 6400' and squeeze perfs w lead 100 sx Class C + low fluid loss additive, tail 50 sx Class C Neat. Put a 500# squeeze on existing perfs. Sting out and spot 35' cmt on CICR. POOW. • Test casing to 500# for 30 minutes and generate chart. SEE ATTACHED FOR • RIW w production tbg and hang EOT @ 6300.' CONDITIONS OF APPROVAL Cherry Canyon RC Plans • NDWH & NUBOP. Drill cement to previous PBTD 6850.' • Perf Brushy Canyon 6712-6735 w 3%" guns 3 spf. Acidize with 2000 gal 10% NeFe and ball diverters. Swab. Perf Cherry Canyon 4712-4725 & 4840-4850 w 3%" guns 3 spf. Acidize with 2500 gal 10% NeFe and ball diverters. • Swab test to determine oil cut and fluid entry. If test successful, perform fracture stimulation and rod pump installation. If not productive NOI to PA will be submitted. Request 6-month TA to review LWDU 112 recompletion results, pull from the unit, obtain partner approval, and secure rig, and to schedule PA rig if a no go. 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Zeno Farris Manager Operations Administration July 21, 2010 THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by /s/ JD Whitlock Jr PETROLEUM ENGINEER Conditions of Approval, if any, are attached. Approval of this notice does not warrant or Office

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 fraudulent statements or representations as to any matter within its jurisdiction

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

AUG 0 4 2010

RECOMPLETION PROCEDURE LWDU 908 (Formerly Southern California 1) Lusk West Delaware Field API # 30-025-00925 1980 FNL & 660' FEL Sec 29, T-19S, R-32E Lea County, New Mexico

GL: 3561

KB: 3577

TD: 12.833

PBTD: 6850'

13³/₈", 55# @ 844' W/ 950 SX CMT. TOC @ SURFACE

95/8", 40# @ 3947' W/ 3125 SX CMT. DV TOOL @ 2652' TOC @ SURFACE

5½", 17# P110/N80 @ 12833' W/ 580 SX CMT. TOC @ 10380' BY TEMP SURVEY PRIMARY CASING LEAK 4631-46' (JAN1987) SQZD W/ 375 SXS, CIRC @ 5BPM (SEE REPORT) CASING SQZ HOLES 6970' (SEPT 1989) SQZD W/ 975 SXS, CIRC REPORTED

2 7/8" J55 TUBING @ 6577', TAC @ 6286', SN @ 6547'

RODS AND PUMP IN WELL, SEE LANDING DETIAL ON WELL BORE DIAGRAM PERFS: 6448-6458' DELAWARE - CURRENTLY SHUT IN.

- 1. PREJOB, PRESSURE UP TUBING WITH ROD PUMP TO TEST TUBING.
- 2. MIRU. POOH RODS AND PUMP (SEE LANDING DETAIL). NDWH-NU BOP. POOH W/ TUBING.
- 3. RIH 4-3/4" BIT TO 6850, POOH. RIH PKR, SET @ 6350", TEST ANNULUS FOR LEAK AND TEST TBG FOR INJECTION RATE INTO CURRENT PERFS. POOH
- 4. RU CEMENT. RIW WITH CICR ON 2-7/8" TBG AND SET AT 6400'. CIRCULATE BACKSIDE AND STING BACK IN. TEST BACKSIDE. SQUEEZE OPEN DELAWARE PERFS WITH 100 SXS OF CLASS C. STING OUT AND REVERSE CIRC CEMENT. POOH.
- 5. MU 4-3/4" BIT AND COLLARS, RIH AND DRILL CICR/CEMENT TO PREVIOUS PBTD 6850'. TEST HOLE. POOH AND LD COLLARS/BIT.
- 6. RU WIRELINE RIW AND LOG FROM PBTD TO 2000' WITH CBL/CCL LOG UNDER PACKOFF. POOH.
- 7. RIH W/ 3 3/8" PERF GUNS/CCL. PERFORATE BRUSHY CANYON **6712-6735'** USING 3-3/8" CASING GUNS 3-SPF. POOH W/ CCL/3 3/8" PERF GUNS. RD WL.
- 8. RU ACID CREW. RIH W/ PACKER/MCL (W/ DOWNHOLE SHUT-OFF VALVE). SET PACKER @ 6650'. ACIDIZE WITH 2000 GAL 10% NEFE ACID AND BALL DIVERTERS.
- 9. ATTEMPT TO SWAB WELL DOWN AND ESTABLISH OIL CUT AND INFLOW. UNLATCH PKR, POOH.
- 10. RIH W/ 3 3/8" PERF GUNS/CCL. PERFORATE CHERRY CANYON 4712-4725', & 4840-4850' USING 3-3/8" CASING GUNS 3-SPF. POOH W/ CCL/3 3/8" PERF GUNS. RD WL.
- 11. RIH W/ TREATING PACKER/MCL/RBP W/ BALL CATCHER ON PRODUCTION TUBING. SET RBP @ 4900'. PU AND SET PACKER @ 4500'.
- 12. ACIDIZE WITH 2500 GAL 10% NEFE ACID AND BALL DIVERTERS. SWAB WELL DOWN AND ATTEMPT TO ESTABLISH OIL CUT AND INFLOW. UNSET PACKER, RIH AND LATCH RBP, POOH. CONTACT OFFICE AND DISCUSS FRAC POTENTIAL.

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- 13. RIW W/ PRODUCTION TUBING AND TAC.
- 14. RIH W/ PUMP AND RODS. SPACE OUT RODS. RDMOPU.

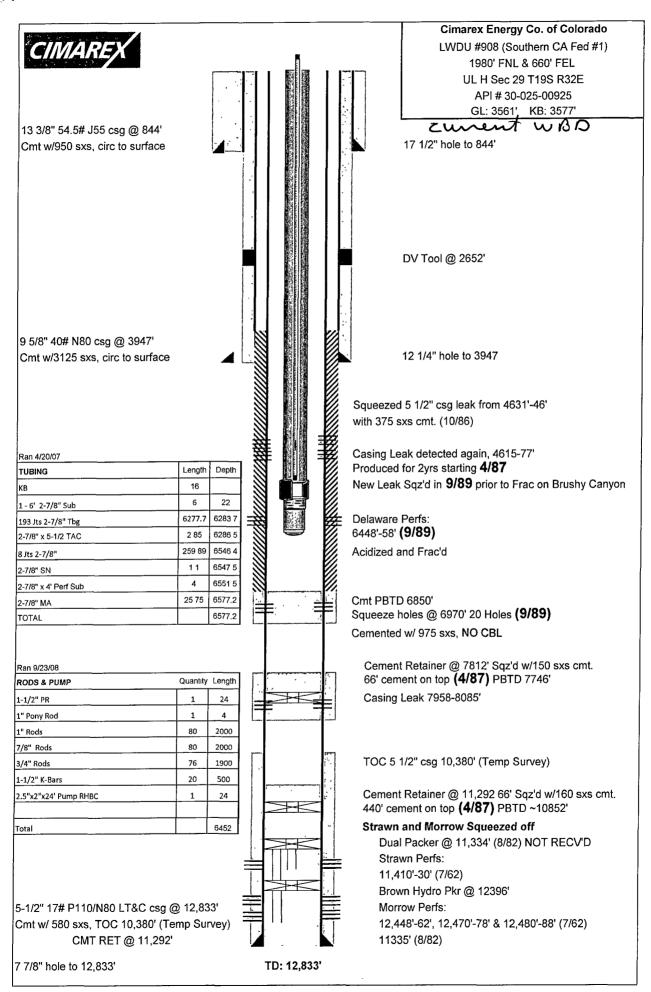
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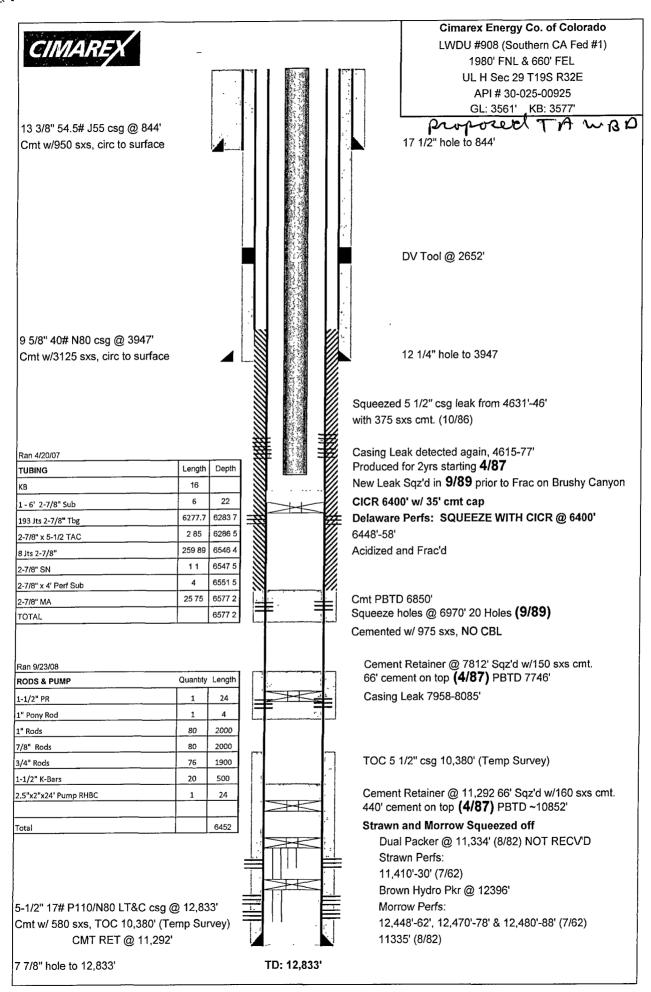
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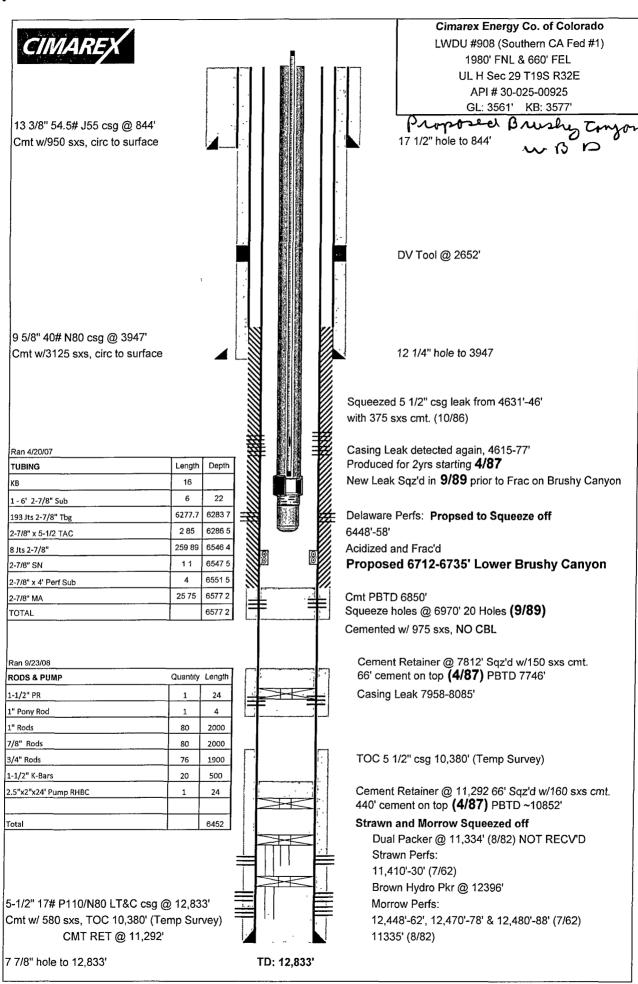
NEW MEXICO OIL CONSERVATION COMMISSION AUG 0 3 2010 WELL LOCATION AND ACREAGE DEDICATION PLAT HUBBS OFFICE O. C. C.

HOBBSOCD All distances muy Da from the outer boundaries of the Section.

Operator		Vir distances and office	ease		Well No.
Cimarex Energy Co. of Colorado			Southern California Federal		001
Unit Letter H	Section 29	Township 19S	Range 32E	County	
Actual Footage Location of Well:					
1980'		orth line and	. 660 tee	t from the East	line Dedicated Acreage:
Ground Level Elev: 3560.9		anyon (Delaware)	Delaw	are	40
2. If more the interest a3. If more the	nan one lease is nd royalty). an one lease of d	ted to the subject well dedicated to the well, ifferent ownership is demitization, force-pooling	outline each and ide	ntify the ownership	
this form i No allowa	is "no," list the If necessary.) ble will be assign	ed to the well until all in	otions which have ac	consolidated (by con	lated. (Use reverse side o: nmunitization, unitization, n approved by the Commis-
	 			tained he	certify that the information con- erein is true and complete to the av knowledge and helief.
	+			Name	Zeno Farris
	 		* LC-063!	Mgr Op	erations Administration Energy Co. of Colorado 7/21/2010
				shown on notes of under my is true o	certify that the well locc this plat was plotted from actual surveys made by supervision, and that the and correct to the best e and belief.
,			 	Date Survey Registered and/or Land	Professional Engines
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BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 East Greene Street Carlsbad, New Mexico 88220 575-234-5972

Temporary Abandonment of Wells on Federal Lands Conditions of Approval

A temporarily abandoned well is defined as a completion that is not capable of production in paying quantities but which may have value as a service well. Pursuant to 43 CFR 3162.3-4 (c), no well may be temporarily abandoned for more than 30 days without the prior approval of the authorized officer.

Temporary Abandonment (TA) status approval requires a successful mechanical or casing integrity test as follows:

- 1. A Notice of Intent (NOI) Sundry Notice (Form 3160-5) requesting approval to run a mechanical integrity test (MIT) or casing integrity test (CIT).
- 2. A description of the temporary abandonment procedure.
 - a. A bridge plug or packer must be installed as close to 50 feet above any open perforations or open hole as possible. If a cement plug is used, the top of the cement must be verified by tagging.
 - b. The wellbore must be filled with corrosion inhibited fluid and pressure tested to 500 psi. The casing shall be capable of holding this pressure for at least 30 minutes. Any leak-off will be evaluated.
 - c. All downhole production/injection equipment (tubing, rods, etc.) shall be removed from the casing if they are not isolated by a packer.
 - d. A bradenhead test must be conducted. If the test indicates a problem exists, a remedial plan and time frame for remediation shall be submitted within ninety (90) days of the test.
 - e. Contact the appropriate BLM office at least 24 hours prior to the scheduled Casing Integrity Test. For wells in Eddy County, 575-361-2822; Lea County 575-393-3612.
- 3. Provides justification why the well should be temporarily abandoned rather than permanently plugged and abandoned and an estimated date that the well will be returned to beneficial use or plugged and abandoned.

Wells that successfully pass the casing integrity test may be approved for Temporary Abandonment (TA) status provided that the operator:

- Submits a subsequent Sundry Notice (Form 3160-5) requesting TA approval with well bore diagram with all perforations and CIBP's and tops of cement on CIBP's.
- 2. Describes the temporary abandonment procedure.
- 3. Attaches a clear copy or the original of the pressure test chart.
- 4. Give justification to allow well to be place in TA status and plan for future use of well with time frame that well will be place back on line or plans to P&A well will be submitted.

If the well does not pass the casing integrity test, then the operator shall within 30 days submit to BLM for approval one of the following:

- 1. A procedure to repair the casing so that a TA approval can be granted.
- 2. A procedure to plug and abandon the well.

Lusk west Delaware Unit #908. Well may be approved to be TA/SI for a period of 90 days until October 31, 2010 after successful MIT and subsequent report with well bore diagram is submitted. This will be the only TA approval for this well. Well must be P&A or plans to return to beneficial use submitted by October 1, 2010. Well was drilled 3/1962. Well was SI 4/2009.