FORM APPROVED (November 1994) FCEIVED UNITED STATES DEPARTMENT OF THE INTERIOR OMB No 1004-0135 BUREAU OF LAND MANAGEMENT Expires July 31, 1996 AUG 0 3 2010 Lease Serial No. SUNDRY NOTICES AND REPORTS ON WELLS NM-0175774 10323 HOBBSOCD SUNDRY NOTICES AND REPORTS ON WELLS not use this form for proposals to drill or to re-enter an ໂlf Indian, Allottee or Tribe Name abandoned well. Use form 3160-3 (APD) for such proposals. If Unit or CA/Agreement, Name and/or No. SUBMIT IN TRIPLICATE - Other instructions on reverse side NM94514X Lusk West Delaware Unit Type of Well Well Name and No. Oif Well Gas Well Other Lusk West Delaware Unit No. 112 Name of Operator API Well No Cimarex Energy Co. of Colorado Phone No. (include area code) 30-025-30694 3a Address 600 N. Marienfeld St., Ste. 600; Midland, TX 79707 432-571-7800 Field and Pool, or Exploratory Area Lusk; Delaware, West Location of Well (Footage, Sec., T, R/, M., or Survey Description) 2310 FSL & 330 FWL County or Parish, State Lea County, NM 21-19S-32E CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF ACTION TYPE OF SUBMISSION Production (Start/Resume) Water Shut-Off Notice of Intent Acidize Well Integrity Fracture Treat Reclamation Alter Casing New Construction Other Extend TA Recomplete Casing Repair Subsequent Report Change Plans Plug and Abandon Temporarily Abandon Water Disposal Convert to Injection Plug Back Final Abandonment Notice 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 currently TA with CIBP @ 6390.' Well has been shut-in since 9-08. Cimarex's original plan was to recomplete this well to the Cherry Canyon. Cimarex would now like to alter the plan and recomplete to the Brushy Canyon as shown below and on the attached procedure, WBD, and plat. **Brushy Canyon RC Plans** NDWH & NUBOP. POOH w tbg. DO CIBP @ 6390' and push to 6500." • Set CICR @ 6400.' Squeeze Delaware perfs with 100 sx Class C. Drill out to PBTD 7150.' and on through to 7220.' Test casing. • Perforate Brushy Canyon using 3%" casing guns from 7128-36, 7144-61, 85 holes. • RIH with packer. Treat with 7½% NeFe HCl and 150 diversion balls. • 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 3-month TA extension to obtain partner approval to pull well from unit, secure rig, and schedule frac date. If productive, well will be removed from the Lusk West Delaware Unit, and well name will change back to Mobile Federal No. 3. Work To be Done within 30 days # TA De nied Asper previous Sundry TA expired 1/27/10 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Manager Operations Administration Zeno Farris Date July 20, 2010 THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by 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

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

which would entitle the applicant to conduct operations thereon.

MOBIL FEDERAL #3 – aka LWDU 112 Recomplete to Basal Brushy Canyon

API # 30-025-30694 2310' FSL & 330' FWL Section 21, 19S, R-32E Lea County, New Mexico

GL: 3589' **KB**: 3601'

TD / PBTD: 7240' / 7150' CIBP @ 6390'

SURF CSG: 13-3/8" OD 54#/FT H-40 AT 455' W/ 475 SX. TOC 0' (CIRC)

INTER CSG: 8-5/8" OD 24/32#/FT J-55 AT 4256' W/ DV TOOL @ 2818' W/ 1090 SX. TOC 150' (TS) PROD CSG: 5-1/2" OD 15.5# J-55 @ 7240' W/ 1000 SX. TOC calculated in surface casing. NO CBL

2-7/8" J55 OPEN ENDED TO 5939' 186 JTS TUBING:

DELAWARE - BRUSHY CANYON 6478'-6485' PERFS:

- 1. NOTIFY OCD PRIOR TO RIGUP, CHECK ALL PERMITS/DOCUMENTATION.
- 2. PRESSURE TEST CASGIN TO 500# PRIOR TO RIG UP.
- 3. MIRU RIG AND WIRELINE. ND-WH NU-BOP. POOH WITH TUBING. LOG WITH CBL/CCL/GR. MU BIT/COLLARS, DO CIBP @ 6390' AND PUSH TO 6500'. POOH.
- 4. MIRU CMT CREW. RIH WITH CICR AND SET AT 6400'. SQUEEZE DELAWARE PERFORATIONS WITH 100SXS CLASS C. STING OUT REVERSE CLEAN, AND POOH.
- 5. MU 4-3/4" BIT AND COLLARS, RIH AND DRILL OUT TO PBTD 7150'. CONT TO DO TO 7220'. TEST CASING TO 500#. POOH, LD BIT/COLLARS.
- 6. MIRU WIRELINE. RIH WITH 3-3/8" PERF GUNS AND PERFORATE 7128-36', 7144-61' 3SPF (85 HOLES). CORRELATE WITH NEW CBL LOG. POOH.
- 7. RIH W/ TUBING AND TREATING PACKER. SET PACKER AT 7000' AND TEST BACKSIDE. TREAT ZONE WTH 7-1/2% NEFE HCL ACID AND 150 DIVERSION BALLS @ 3-5 BPM. MONITOR BACKSIDE AND NOTE RATES AND SIP. RD ACID. SCHEDULE FRAC.
- 8. SWAB WELL DOWN AND NOTE FLUID ENTRY. POOH WITH WORKSTRING AND RIH WITH FRAC STRING. HANG OFF IN FRAC TREE.
- 9. SCHEDULE SWABBING CREW IN ORDER TO OBTAIN SOME RESERVOIR INFORMATION PRIOR TO FRAC, REPORT TO MIDLAND.
- 10. MIRU FRAC. FRAC DOWN WORKSTRING PER DESIGN. FLOW BACK AND PUT ON PUMP.

WELLBORE SCHEMATIC AND HISTORY COMPLETION SCHEMATIC 1993 LEASE NAME LWDU #112 (Formally Mobil Federal Unit 3) API# 30-025-30694 LEASE #NM LCO 065710A TYPE COMPLETION: Producer SINGLE LOCATION: 2310' FSL & 330' FWL, Lea County, NM TD 6,390 CIPB KB 3,601' COD GL NO. PROD. WELLS ON LEASE FLOWING PUMPING ZONE TO BE WORKED ON: CURRENT COMPLETION ZONE: Delaware CSG. PERFS: OPEN HOLE : 6478-6485 13 3/8" 54# H40 CURRENT TEST (SHOW DATE) cmt w. 475 sx C circ. GAS OIL @ 455' GAŞ OIL CASING BREAKDOWN SURF. 17 1/2" hole SIZE: 13 3/8" 54# H40 cmt w. 475 sx C circ. TOC @ Surf DEPTH @ 455' INTER. 11" 1hole SIZE: 7 7/8" SIZE: 8 5/8" 24# 32# J55 w/ 1090 sx w/ C TOC @ 150 DEPTH @ 4256' PROD. 5/1/2" 15 5# J55 w/ 1000 sx TOC @ 702' by Calc DEPTH @7240' TUBING BREAKDOWN DEPTH SIZE: DEPTH DV tool @ 2818' TBG: SIZE: 2 7/8" DEPTH WELL HISTORY Water Flood: Case#: 11074 Order#: R-10863 Max Approved WHIP: 1280 psi SEE FAILURE HISTORY TAB FOR WELL HISTORY DETAILS NEED TO DETERMINE TOC FOR 5 1/2 Note: Slips in 8-5/8" casing are not holding. 5-1/2" casing will rise and fall 2" with weight of tubing. Will need to dig up casing head and repair. TOC @ 702' by Calc 8 5/8" 24# 32# J55 Tubing Detail w/ 1090 sx w/ C Tubing 186 jts 2 7/8" 8R J-55 EUE open ended @ 4256 TOC: 150' T.S Last report from TA: Finish POOW w 20 stands tubing RU Rotary Wireline and GIW with gauge ring/junk basket could not get below 6400' Reported findings and received permission to deviate from proceedure and set CIBP @ 6390', also got permission from BLM representative POOW w gauge ring/junk basket RIW w CIBP and set @ 6390' POOW with setting tool RD Rotary Wireline Co RU pump truck and load casing with 60 BBLs 2%KCL packer fluid Pressure casing to 500 PSI but would would not hold. Found there was no surface casing valve, dug up surface casing and installed valve @ ground level, there was no communication to surface casing. Found flowline valve off casing was leaking. Ran 30 min chart on casing pressure and passed integrity test. RIW w CIBP @ 6390' open ended tubing. Left mud anchor it out. RU pump truck and pump 90 additional barrels. down casing circulating remainder of untreated fluid in well down flow line RDMO . Delaware (squeeze) 6478-6485 Basal Brushy 7056-66 7128-36 7144-61 5/1/2" 15.5# J55 w/ 1000 sx TOC ~702 by calc no record of CBL/TS 7,190 PBTD 7240' TD PREPARED BY: CREATED: 7/1/2010

KECEIVEL

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

JIL CONSERVATION DIVIS'

P. O. HOX 2088 SANTA FE, NEW MEXICO 87501 AUG 03 2010

form C-102 Anutted 10-1-26

HOBBSOCD All distances must be from the outer boundaries of the Section Well No. Lease Overalor Cimarex Energy Co. of Colorado MOBIL FEDERAL Hanad Section Unit Letter LEA 19 SOUTH L . 21 32 EAST Actual l'optage Location of Wells 2310 SOUTH 330 WEST fine · Icet from the line and feet from the Dedicated Acreages Producing Formation Ground Level Clev. 40 LUSK DELAWARE, WEST Acres DELAWARE 3584 1. Outline the acrenge dedicated to the aubject well by colored pencil or hachure marks on the plat below. 2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and toyalty). One lease only 3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling. etc? One lease only. If answer is "yes!" type of consolidation _ ☐ No If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.]_ 'No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Division. CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief. Zeno Farris **Manager Operations Admin** SECT. 21, T. 19 S., R. 32 E. Cimarex Energy Co. of Colorado 7/20/2010 330 I hereby certify that the well location thown on this plat was platted from field notes of actual surveys made by me or under my supervision, and that the same Is true and correct to the liest of my knowledge and belief 2310 L.S.

1000

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