Form 3160-5 UNITED STATES FORM APPROVED (November 1994) DEPARTMENT OF THE INTERIOR RECEIVED OMB No. 1004-0135 BUREAU OF LAND MANAGEMENT Expires July 31, 1996 Lease Serial No. JAN SUNDRY NOTICES AND REPORTS ON WELLS

HOBBSOCION not use this form for proposals to drill or to re-enter an abandoned well. Use form 3160-2 (APD) for LC-063586 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 Type of Well X Oil Well Gas Well Other Well Name and No. Name of Operator Southern California 29 Federal No. 17 Cimarex Energy Co. of Colorado 9. API Well No. 30-025-39888 Phone No. (include area code) 600 N. Marienfeld St., Ste. 600; Midland, TX 79701 432-571-7800 Field and Pool, or Exploratory Area 10. Location of Well (Footage, Sec., T., R./., M., or Survey Description) Lusk; Bone Spring, S SHL 1980 FSL & 330 FWL 29-19S-32E County or Parish, State 11. BHL 1980 FSL & 1650 FEL Lea, NM CHECK APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Notice of Intent Acidize Production (Start/Resume) Deepen Water Shut-Off Alter Casing Fracture Treat Reclamation Well Integrity Subsequent Report Casing Repair New Construction Recomplete Other Change Plans Plug and Abandon Temporarily Abandon Water Disposal Final Abandonment Notice Convert to Injection Plug Back 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.) The well's permitted casing program includes 7" and 2%" fiberglass for production casing and a 4½" lateral string that would be a PEAK Instead, Cimarex would like to drill 8¾" to 8950 and set 7"-26# P-110 LTC to 8933. Cement with lead 370 sx 35/65 POZ H + 5% D-44 + 10% D-20 + 1% D-112 + 0.2% D-46 + 0.1% D-800 (wt 12.4, yld 2.26) and tail 400 sx Cl H + 1.5% D-174 + 0.125# D-130 + 0.2% D-167 + 3# D-42 + 0.4% D-800 + 0.2% D-46 (wt 15.6, yld 1.21). Then drill through cement and kick off 61/4" lateral @ 9000. Drill to TD @ 12470 and run 41/4" liner. Use 41/4" 11.6# P110 BTC from TOL @ 8725-9617 and LTC from 9617-12465. Cement the liner with 320 sx PVL + 0.2% D-167 + 0.2% D-046 + 1.1% D-800 + 2% D-174 + SEE ATTACHED FOR APPROVAL
CONDITIONS OF Title 1.3% D-44 (wt 13, yld 1.44). 14. I hereby certify that the foregoing is true and correct Name (Printed/Typed) Natalie Krueger Signature Date BUREAU OF LAND MANAGEMENT CARLSBAD FIELD OFFICE December 30, 2010 THIS SPACE FOR FEDERAL OR STATE OFFICE USE Approved by Date JAN 1 9 2011 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 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 fraudulent statements or representations as to any matter within its jurisdiction. (Instructions on reverse)

CONDITIONS OF APPROVAL

Sundry

OPERATOR'S NAME: | Cimarex Energy Co. of Colorado

LEASE NO.: | LC-063586

WELL NAME & NO.: | Southern California 29 Federal #17

SURFACE HOLE FOOTAGE: 1980' FSL & 0330' FWL BOTTOM HOLE FOOTAGE 1980' FSL & 1650' FEL

LOCATION: | Section 29, T. 19 S., R. 32 E., NMPM

COUNTY: Lea County, New Mexico

Original COA Applies Under Drilling Operations Requirements Item B.3 is replaced by the following:

- 1. The minimum required fill of cement behind the 7 inch production casing is:
 - Cement should tie-back at least 50 feet above the top of the Capitan Reef. Operator shall provide method of verification.
- 2. The minimum required fill of cement behind the 4-1/2 inch production liner is:
 - Cement should tie-back at least 200 feet into previous casing string. Operator shall provide method of verification. Additional cement will be required as excess calculates to 0%.

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