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STATE OF NEW MEXICO

ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NOS: 21021

APPLICATION OF CIMAREX ENERGY CO. FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

FEBRUARY 6, 2020

SANTA FE, NEW MEXICO

This matter came on for hearing before the New Mexico Oil Conservation Division, EXAMINERS FELICIA ORTH, KATHLEEN MURPHY, PHILLIP GOETZE, DYLAN COSS and DEAN McCLURE and ERIC AMES, on Thursday, February 6, 2020, at the New Mexico Energy, Minerals, and Natural Resources Department, Wendell Chino Building, 1220 South St. Francis Drive, Porter Hall, Room 102, Santa Fe, New Mexico.

Reported by: Irene Delgado, NMCCR 253 PAUL BACA PROFESSIONAL COURT REPORTERS 500 Fourth Street, NW, Suite 105 Albuquerque, NM 87102 505-843-9241

Page 2 APPEARANCES For the Applicant: LANCE HOUGH HINKLE SHANOR LLP P.O. Box 0268 Santa Fe, NM 87504 505-982-4554 INDEX CASE CALLED SUMMARY OF CASE AND EXHIBITS TAKEN UNDER ADVISEMENT REPORTER CERTIFICATE EXHIBIT INDEX Admitted Exhibits A through D and Attachments

Page 3 HEARING EXAMINER ORTH: We will begin then. Call 1 2 for appearances in 21021, Cimarex, a compulsory pooling 3 matter. Modrall? 4 MR. HOUGH: Good morning. Lance Hough on behalf of Cimarex Energy Co. I'm going to pass out hearing 5 6 packets. 7 I understand the Division wanted three. 8 HEARING EXAMINER ORTH: Yes, correct. Thank you. MR. HOUGH: So I have provided the checklist. 9 10 Behind Tab A this is an application for Cimarex Energy Co. for compulsory pooling in Eddy County, New Mexico. And this 11 12 is for pooling under the W/2 of Sections 12 and 13, Township 13 25 South, Range 28 East in Eddy County, New Mexico. 14 As provided in the application, Cimarex has 15 provided the notice requirements under the Tab D, D 1 through 4, provided, of course, notice of hearing, and the 16 17 publication, and confirmation of notice and we received it, and so with that, unless the Division has any questions, I 18 would request that the packet provided here as Exhibits A 19 through D and all subsections be admitted and request that 20 the case be taken under advisement. 21 22 HEARING EXAMINER ORTH: Okay. Is the 23 affidavit -- oh, there's the application. Thank you. 24 MR. HOUGH: Yes. So the affidavits are Exhibit B 25 and D.

PAUL BACA PROFESSIONAL COURT REPORTERS 500 FOURTH STREET NW - SUITE 105, ALBUQUERQUE, NM 87102

Page 4 HEARING EXAMINER ORTH: Any questions. EXAMINER COSS: Just to double check the publication in the newspaper was done timely. MR. HOUGH: Yes. So provided there under D-4, I believe, and that has been done timely. EXAMINER COSS: No objection, it can be taken under advisement. HEARING EXAMINER ORTH: All right. Thank you. In that case Exhibits A through D and all the attachments are accepted and the matter will be taken under advisement. Thank you very much, Mr. Hough. (Exhibits A through D admitted.) (Case taken under advisement.)

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1	STATE OF NEW MEXICO))SS
2	COUNTY OF SANTA FE)
3	I, IRENE DELGADO, certify that I reported the
4	proceedings in the above-transcribed pages, that pages
5	numbered 1 through 4 are a true and correct transcript of my
6	stenographic notes and were reduced to typewritten
7	transcript through Computer-Aided Transcription, and that on
8	the date I reported these proceedings I was a New Mexico
9	Certified Court Reporter.
10	Dated at Santa Fe, New Mexico, this 6th day of
11	February 2020.
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14	Irene Delgado, NMCCR 253 Expires: 12-31-20
15	Expires: 12-31-20
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