

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

**APPLICATION OF CIMAREX ENERGY
CO. OF COLORADO
FOR COMPULSORY POOLING AND,
TO THE EXTENT NECESSARY, APPROVAL
OF AN OVERLAPPING SPACING UNIT,
EDDY COUNTY, NEW MEXICO**

CASE NO. _____

APPLICATION

Cimarex Energy Co. of Colorado ("Cimarex"), OGRID Number 162683, through its undersigned attorneys, hereby submits this application to the Oil Conservation Division pursuant to the provisions of NMSA (1978), Section 70-2-17, for an order (1) pooling all uncommitted mineral interests within a standard 960-acre, more or less, Wolfcamp spacing unit comprised of the S/2 of Sections 2, 3, and 4, Township 25 South, Range 26 East, NMPM, Eddy County, New Mexico and (2) approving, to the extent necessary, an overlapping spacing unit.

In support of this application, Cimarex states as follows:

1. Cimarex has an interest in the subject lands and has a right to drill and operate a well thereon.
2. Cimarex seeks to dedicate the S/2 of Sections 2, 3, and 4, Township 25 South, Range 26 East, NMPM, Eddy County, New Mexico, to form a 960-acre, more or less, Wolfcamp horizontal spacing unit.
3. Cimarex seeks to dedicate the unit to the following wells:
 - a. **Ringer 2-3-4 Federal Com 1H** well with a proposed surface hole location in the NE/4 SE/4 (Unit I) of Section 2 and a proposed bottom hole location in the NW/4 SW/4 (Unit L) of Section 4; and

- b. **Ringer 2-3-4 Federal Com 5H** well with a proposed surface hole location in the SE/4 SE/4 (Unit P) of Section 2 and a proposed bottom hole location in the SW/4 SW/4 (Unit M) of Section 4.

4. These wells will be located within the Purple Sage Wolfcamp Gas Pool (Code 98220), which is subject to special pool rules that establish 330-foot setback requirements.

5. These wells will comply with the Division's setback requirements for this pool except the wells will have non-standard first and last take points. Cimarex will administratively apply for non-standard location approvals for the wells' first and last take points.

6. This proposed unit will partially overlap with an existing unit dedicated to the Ringer Federal Com 12H (API #30-015-39760), operated by Coterra Energy Operating Co. and producing from the Purple Sage; Wolfcamp Pool, dedicated to the S/2 of Section 3, Township 25 South, Range 26 East.

7. Cimarex has been unable to obtain a voluntary agreement from all interest owners in the Wolfcamp formation underlying the proposed spacing unit to participate in the drilling of the wells or to otherwise commit their interests to the wells.

8. The pooling of all interests in the Wolfcamp formation underlying the proposed unit, and approving, to the extent necessary, the overlapping spacing unit, will prevent the drilling of unnecessary wells, prevent waste and protect correlative rights.

WHEREFORE, Cimarex requests that this case is set for hearing before an Examiner of the Oil Conservation Division on December 4, 2025, and after notice and hearing as required by law, the Division enter its order:

- A. Pooling all uncommitted mineral interests in the Wolfcamp formation underlying a horizontal spacing unit within the S/2 of Sections 2, 3, and 4, Township 25 South, Range 26 East, NMPM, Eddy County, New Mexico;
- B. Designating Cimarex as operator of this unit and the wells to be drilled thereon;
- C. Authorizing Cimarex to recover its costs of drilling, equipping and completing the wells;
- D. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure;
- E. Setting a 200% charge for the risk involved in drilling and completing the wells in the event a working interest owner elects not to participate in the wells; and
- F. Approving, to the extent necessary, the proposed overlapping spacing unit.

Respectfully submitted,

MODRALL, SPERLING, ROEHL, HARRIS
& SISK, P.A.

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CASE NO. ____: Application of Cimarex Energy Co. of Colorado for compulsory pooling, and, to the extent necessary, approval of an overlapping spacing unit, Eddy County, New Mexico. Applicant seeks an order from the Division pooling all uncommitted interests within a 960-acre, more or less, Wolfcamp horizontal spacing unit comprised of the S/2 of Sections 2, 3, and 4, Township 25 South, Range 26 East, NMPM, Eddy County, New Mexico. This spacing unit will be dedicated to the following wells: **Ringer 2-3-4 Federal Com 1H** well with a proposed surface hole location in the NE/4 SE/4 (Unit I) of Section 2 and a proposed bottom hole location in the NW/4 SW/4 (Unit L) of Section 4; and **Ringer 2-3-4 Federal Com 5H** well with a proposed surface hole location in the SE/4 SE/4 (Unit P) of Section 2 and a proposed bottom hole location in the SW/4 SW/4 (Unit M) of Section 4. The wells will be located within the Purple Sage Wolfcamp Gas Pool (Code 98220), which is subject to special pool rules that establish 330-foot setback requirements. Applicant will administratively apply for non-standard location approvals for the wells' first and last take points. Applicant also seeks, to the extent necessary, approval of an overlapping spacing unit. The proposed unit will partially overlap with an existing unit dedicated to the Ringer Federal Com 12H (API #30-015-39760), operated by Coterra Energy Operating Co. and producing from the Purple Sage; Wolfcamp Pool, dedicated to the S/2 of Section 3, Township 25S, Range 26 East. Also to be considered will be the cost of drilling, completing, and equipping said wells, the allocation of these costs as well as the actual operating costs and charges for supervision while drilling and after completion, designation of Cimarex Energy Co. of Colorado as operator of the wells, and a 200% charge for risk involved in drilling said wells. Said area is located approximately 4.1 miles from Whites City, New Mexico.