

Summary

- We have tested our stimulation of vertical wells next to horizontal wells. *The vertical wells have better recovery of oil in place.*
- COG tested their stimulation of vertical wells next to horizontal wells. *The vertical wells have better recovery of oil in place.*
- COG completed the wells to the SW as horizontals without testing a modern completion in a vertical well. *We believe vertical wells would have better recovery of oil in place.*
- We complete our wells differently than COG. It is our position that because of completion practices Cimarex's vertical wells have better recovery than Concho's Vertical wells.