

PRELIMINARY DOCKET: COMMISSION MEETING – THURSDAY – OCTOBER 10, 2013

9:00 A.M. – Porter Hall
1220 South St. Francis
Santa Fe, New Mexico

Land Commissioner, Ray Powell, may designate Terry Warnell for this meeting.

Notice: The minutes of the July 18, 2013 Commission Meeting will be adopted.

Notice: During this meeting, the Commission may conduct a closed executive session during which it will deliberate in connection with an administrative adjudicatory proceeding pending before the Commission or consult with Commission counsel under the attorney-client privilege concerning threatened or pending litigation in which the Commission is or may become a participant.

CASE 14966: *(De Novo) (Continued from the September 12, 2013 Commission Meeting.)*

Application of Cimarex Energy Co. for a non-standard oil spacing and proration unit and compulsory pooling, Chaves County, New Mexico. Cimarex Energy Co. seeks an order approving a 240-acre non-standard oil spacing and proration unit (project area) in the Abo/Wolfcamp formation comprised of the N/2 NE/4 of Section 8 and N/2 N/2 of Section 9, Township 15 South, Range 31 East, NMPM. Applicant further seeks the pooling of all mineral interests in the Abo/Wolfcamp formation underlying the non-standard 240 acre oil spacing and proration unit (project area) for any formations and/or pools developed on 40-acre spacing within that vertical extent. The unit is to be dedicated to the Independence 8 Fed. Com. Well No. 1, a horizontal well to be drilled at a surface location 510 feet from the North line and 2310 feet from the East line of Section 8, with a terminus 660 feet from the North line and 330 feet from the East line of Section 9. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of Cimarex Energy Co. of Colorado as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The unit is located approximately 16 miles north-northeast of Loco Hills, New Mexico. Upon application of Cimarex Energy Co., this case will be heard De Novo pursuant to the provisions of Division Rule 19.15.4.23.