JAMES BRUCE ATTORNEY AT LAW

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jamesbruc@aol.com

November 13, 2007

Florene Davidson Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87505 Case 14046

Dear Florene:

Enclosed for filing, on behalf of Cimarex Energy Co., are an original and one copy of an application for compulsory pooling, together with a proposed advertisement. The advertisement has also been e-mailed to the Division. Please set this matter for the November 13, 2007 Examiner hearing. Thank you.

Very truly yours,

lames Bruce

Attorney for Cimarex Energy Co.

HUMBOLDT 6-1, LEA COUNTY, NEW MEXICO FORCE POOLING

NW/4SW/4 SECTION 6

OWNER NAME	NET MINERAL ACRES
Frank Lilley	1.17246
325 Lakeside Drive	
Littleton, NC 27850	
Gayle Lilley	1.17246
c/o Frank Lilley	
325 Lakeside Drive	
Littleton, NC 27850	
Jessie L. Wissler, Agent for	1.0005
Frank Free	
7 N. Calvert Street	
Baltimore, MD 21202	
Thomas F. McMahon	1.0005
P.O. Box 94	
Olean, NY 14760	
Betty & M.L. Tieche	0.4547726
38 Lotta Avenue	
Battle Creek, MI 49014	
Ben & Kay Wicker	0.4547726
349 Walnut	
Wyandotte, MI 48192	
Dan & Alice Wicker	0.4547726
12603 Farrell Drive	
Silver Springs, MD 20901	
James Wicker	0.2273863
2755 Fourth Street	
Wyandotte, MI 48192	
Ms. Henrietta B. Schenck	5.0025
Rt. 1, 339 Halama St.	
Kihei, Maui, HA 96753	
John Millard Wicker	0.4547726
1496 23 rd Street	
Wyandotte, MI 48192	
Mary S. William	1.0005
11 West 42 nd Street	
New York, NY 10095	
Rose Berger	1.50075
c/o Henry Kemp	
480 Lexington	
New York, NY 10167	

Vanda Dale Byars	2.12606
8900 Comanche	
Olivette, MO 63132	
Dorothy Davis	0.50025
c/o D. A. Carey	
2 Rector St. – Room 910	
New York, NY 10006	
Stewart Mott Davis	0.50025
c/o D. A. Carey	
2 Rector St. – Room 910	
New York, NY 10006	
Jean and Orville Morris	0.4547726
655 Plum Avenue	
Wyandotte, MI 48192	
James E. O'Brien & Robert E. O'Brien,	2.50125
Trustees u/w/o	
Frank O. Doyle, Deceased	
1724 Adams	
Dunmore, PA 18509-2008	
Marjorie M. Olds	0.50025
1004 Rogue Valley Manor	
Medford, OR 97501	
Loleita Fay Patterson	1.25062
c/o Marco and Ruby Fox	
1402 West Clayton Avenue	
Lovington, New Mexico 88250	
Elaine and James Wolf	0.4547726
403 Arbana Avenue	
Ann Arbor, MI 48103	
Hollis G. Gerrish	3.0015
c/o Marguerite C. Buckley	
9446 Litzsingle Road	
St. Louis, MO 63144	
Maurice and Bernard Krasner	1.0005
c/o Marguerite C. Buckley	
9446 Litzsingle Road	
St. Louis, MO 63144	

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Marie A. Gass address unknown	Annie or Byron Abell address unknown	Zilpha S. Todd address unknown
Al McInnis address unknown	Marrion E. and Fred A. Dushane address unknown	John W. or Jennie E. Rheinhart address unknown
Natalie Swan Baron Abbot address unknown	Jason P. and Mary E. Phelps address unknown	Joshua F. and Ruth E. Cockey address unknown
Elizabeth Northrup address unknown	Aubrey Eugene Edwards, Deceased address unknown	A.W. Hasselburg address unknown
Sophie B. Schenck, Deceased address unknown (Probable heir is Henrietta Schenck)	Nannie Allen Edwards, Deceased (Probable heir that is unleased is Aubrey Eugene Edwards)	Willie Frances Lilley, Deceased (Probable heirs are Gayle Fulton Lilley & Frank Lilley)
Elizabeth Fulton, Deceased (Probable heirs are Willie Frances Lilley and Virginia Fulton Gaussa)		

BEFORE THE NEW MIXICO OF CONTROL OF SERVATION DIVISION

APPLICATION OF CIMAREX ENERGY CO. FOR A NON-STANDARD OIL SPACING AND PRORATION UNIT AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

Case No. 14046

APPLICATION

Cimarex Energy Co. applies for an order (i) approving a non-standard oil spacing and proration unit in the Wolfcamp formation comprised of the W½SW¼ of Section 6, Township 15 South, Range 38 East, N.M.P.M., Lea County, New Mexico, and (ii) pooling all mineral interests in the Wolfcamp formation underlying the non-standard unit, and in support thereof, states:

- 1. Applicant is an interest owner in the W½SW¼ of Section 6, and has the right to drill a well thereon.
- 2. Applicant proposes to drill its Humboldt 6 State Com. Well No. 1, to a depth sufficient to test the Wolfcamp formation, and seeks to dedicate the W½SW¼ of Section 6 to the well to form a non-standard 80 acre oil spacing and proration unit (project area) for any formations and/or pools developed on 40 acre spacing within that vertical extent, including the Denton-Wolfcamp Pool. The well is horizontal well, with a surface location 430 feet from the south line and 430 feet from the west line of Section 6, and a terminus 2310 feet from the south line and 430 feet from the west line of Section 6.
- 3. Applicant has in good faith sought to obtain the voluntary joinder of all other mineral interest owners in the W½SW¼ of Section 6 for the purposes set forth herein.
- 4. Although applicant attempted to obtain voluntary agreements from all mineral interest owners to participate in the drilling of the well or to otherwise commit their interests to the well, certain interest owners have failed or refused to join in dedicating their interests.

Therefore, applicant seeks an order pooling all mineral interest owners in the $W\frac{1}{2}SW\frac{1}{4}$ of Section 6, pursuant to NMSA 1978 §70-2-17.

5. The approval of the non-standard unit and the pooling of all mineral interests underlying the W½SW¼ of Section 6 will prevent the drilling of unnecessary wells, prevent waste, and protect correlative rights.

WHEREFORE, applicant requests that, after notice and hearing, the Division enter its order:

- A. Approving a non-standard oil spacing and proration unit (project area) in the Wolfcamp formation comprised of the W½SW¼ of Section 6;
- B. Pooling all mineral interests in the W½SW¼ of Section 6 in the Wolfcamp formation;
- C. Designating applicant as operator of the well;
- D. Considering the cost of drilling and completing the well, and allocating the cost among the well's working interest owners;
- E. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure; and
- F. Setting a 200% charge for the risk involved in drilling and completing the well in the event a working interest owner elects not to participate in the well.

Raspectfully submitted,

James Bruce

Post Office Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043

Attorney for Cimarex Energy Co.

DISTRICT I 1626 N. French Dr., Hobbs, NW 08240 DISTRICT II 1301 W. Grand Avenue, Artesia, NM 86210

1220 S. St. Francis Dr., Santa Fe, NM 67505

DISTRICT III

DISTRICT IV

State of New Mexico Energy, Minerals and Natural Resources Department

Form C-102 Revised October 12, 2006

Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

OIL CONSERVATION DIVISION 1000 Rio Brazos Rd., Aztec, NM 87410

1220 South St. Francis Dr. Santa Fe, New Mexico 87505

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

30-025-38603	Pool Cade 17290	Pool Name Denton; Wolfcamp		
Property Code 36828	Property HUMBOLDT "6"		Yell Number	
OCRID No. 215099	Operator CIMAREX ENE	1	Elevation 3782'	

Surface Location

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/Mest line	County
М	6	15 S	38 E		430	SOUTH	430	WEST	LEA

Bottom Hole Location If Different From Surface

UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
L	6	15 S	38 E		2310	SOUTH	430	WEST	LEA
Dedicated Acre	s loint o	r Infill Co	nsolidation (Code Or	der No.				
80			P						

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

	OR A NON-STANDARD UNIT HAS BEEN APPR	ROVED BY THE DIVISION
		OPERATOR CERTIFICATION I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief, and that this organization either owns a working inferest or unleased mineral interest in the land including the proposed boltom hole location pursuant to a contract with an owner of such a mineral or working interest, or to a toluntary peoling agreement or a computary pooling order heretofore entered by the dission The Complete Date Zeno Farris Printed Name
23.10° 1880° 18	ROTION HOLE LOCATION Lot - N33'02'43.6" Long - W103'08'37.1" NMSPCE- N 746129.576 E 905897.817 (NAD-83)	SURVEYOR CERTIFICATION I hereby certify that the well location shown on this plat wax plotted from field notes of actual swises made by me or under my supervison and that the wine is true and correct to the best of my belief. OCTOBER 27 2007 Date Surveyor 37 1 2007
5.47 5.20, 5.2Hr	SURFACE LOCATION Lat - N33'02'24.95" Long - W103'08'37.05" NMSPCE- N 744249.7 E 905919.4 (NAD 83)	Signature Societies Aller Cortificate No. Gary L. Jones 7977 BASIN SURVEYS

PROPOSED ADVERTISEMENT

Case No. 14046: Application of Cimarex Energy Co. for a non-standard oil spacing and proration unit and compulsory pooling, Lea County, New Mexico. Cimarex Energy Co. seeks an order approving a non-standard oil spacing and proration unit (project area) comprised of the W/2SW/4 of Section 6, Township 15 South, Range 38 East, NMPM, to form a non-standard 80-acre oil spacing and proration unit (project area) for any and all formations or pools developed on 40-acre spacing within that vertical extent, including the Denton-Wolfcamp Pool, and pooling all mineral interests in the Wolfcamp formation underlying the non-standard unit. The unit is to be dedicated to the Humboldt 6 State Com. Well No. 1, a horizontal well to be drilled at a surface location 430 feet from the south line and 430 feet from the west line of Section 6, with a terminus 2310 feet from the south line and 430 feet from the west line of Section 6. 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 applicant as operator of the well, and a 200% charge for the risk involved in drilling and completing the well. The unit is located approximately 4-1/2 miles southeast of Prairieview, New Mexico.

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