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

APPLICATIONS OF CIMAREX ENERGY CO. FOR A HORIZONTAL SPACING UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

Case Nos. 22018 & 22019

APPLICATION OF COLGATE OPERATING, LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

Case No. 21629

CIMAREX ENERGY CO.'S PREHEARING STATEMENT

Cimarex Energy Co. ("Cimarex"), OGRID No. 215099, through its undersigned attorneys, submits the following Prehearing Statement pursuant to the rules of the Oil Conservation Division ("Division").

APPEARANCES

APPLICANT ATTORNEY

Cimarex Energy Co. Darin C. Savage

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OPPOSING PARTY

Colgate Operating, LLC Ernest L. Padilla

P.O. Box 2523

Santa Fe, New Mexico 87504 Telephone: 505.988.7577 padillalawnm@outlook.com

APPLICANT'S STATEMENT OF CASES

In Case No. 22018, Cimarex seeks an order (1) creating a standard 479.39-acre, more or less, spacing and proration unit comprised of the S/2 N/2 of Sections 2 and 1, Township 20 South, Range 29 East; and the S/2 N/2 of Section 6, Township 20 South, Range 30 East; NMPM, Eddy County, New Mexico, and (2) pooling all uncommitted mineral interests in the Bone Spring formation underlying said unit. Cimarex proposes to dedicate the unit to its **Crest 2-1-6 State Fed Com 2H Well**, an oil well, proposed to be horizontally drilled from a surface location in the SW/4 NW/4 (Unit E) of Section 2 to a bottom hole location in the SE/4 NE/4 (Unit H) of Section 6.

In Case No. 22019, Cimarex seeks an order (1) creating a standard 484.63-acre, more or less, spacing and proration unit comprised of the N/2 N/2 of Sections 2 and 1, Township 20 South, Range 29 East; and the N/2 N/2 of Section 6, Township 20 South, Range 30 East; NMPM, Eddy County, New Mexico, and (2) pooling all uncommitted mineral interests in the Bone Spring formation underlying said unit. Cimarex proposes to dedicate this unit to its **Crest 2-1-6 State Fed Com 1H Well**, an oil well, proposed to be horizontally drilled from a surface location in SW/4 NW/4 (Unit E) of Section 2 to a bottom hole location in Lot 1 (aka NE/4 NE/4) of Section 6.

The proper forum for reviewing these cases is the subject of an upcoming motion hearing at the New Mexico Oil Conservation Commission ("Commission") in Case No. 21744. Depending on the Commission's decision, the cases may be competing applications, and alternative development plans, in relation to the pooling application filed by Colgate Operating, LLC ("Colgate"), in Case No. 21629, to be heard before the Division or the Commission, at the Commission's discretion.

APPLICANT'S PROPOSED EVIDENCE

WITNESS	ESTIMATED TIME	EXHIBITS
Landman: Riley Morris	30 min	Approx. 12
Geologist: Lucas Haas	30 min	Approx. 10
Reservoir Engineer: Jacob Kremers	30 min	Approx. 10
Drilling Engineer: Matt Hoffman	30 min	Approx. 6

OPPONENT'S PROPOSED EVIDENCE

WITNESS ESTIMATED TIME EXHIBITS

PROCEDURAL MATTERS

Given that the proper forum for review of the above-referenced cases has yet to be determined, Cimarex respectfully requests a status conference for these cases, to be heard in conjunction with Colgate's Case No. 21629, in order to set a date agreeable to the Division in consultation with the parties, subject to a final determination of the proper forum.

Respectfully submitted,

ABADIE & SCHILL, PC

/s/ Darin C. Savage

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Attorneys Cimarex Energy Co.

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing was filed with the New Mexico Oil Conservation Division and was served on counsel of record, or on the party of record, if no counsel was provided, via electronic mail on June 24, 2021:

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/s/ Darin C. Savage

Darin C. Savage

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State of New Mexico Energy, Minerals and Natural Resources Oil Conservation Division 1220 S. St Francis Dr. **Santa Fe, NM 87505**

QUESTIONS

Action 33505

QUESTIONS

Operator:	OGRID:
CIMAREX ENERGY CO.	215099
600 N. Marienfeld Street	Action Number:
Midland, TX 79701	33505
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony		
Please assist us by provide the following information about your testimony.		
Number of witness	Not answered.	
Testimony time (in minutes)	Not answered.	