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

APPLICATION OF CIMAREX ENERGY CO., TO REOPEN CASE NO. 22147 (ORDER NO. R-21033-A) FOR AN EXTENSION OF THE WELL COMMENCEMENT DEADLINE.

> Case No. 22575 Reopen Case No. 22147; Order No. R-21033-A

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

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INTERESTED PARTY

Colgate Operating, LLC Dana S. Hardy
An affiliate of Colgate Energy Michael Rodriguez

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APPLICANT'S STATEMENT OF CASE

In Case No. 22575, Cimarex seeks an order (1) acknowledging and affirming that the notice

letter to Colgate Energy and its subsidiary Colgate Operating, LLC (collectively "Colgate"), as a

minority working interest owner of record, pursuant to NMAC 19.15.4.9 and the Application to

Reopen filed February 1, 2022, has been properly sent and received pursuant to said Application;

and therefore, the notice requirement due Colgate for the pooling of the Subject Lands described

herein has been satisfied, and (2) affirming and upholding the validity, effectiveness, and

applicability of the Division's Order No. R-21033-A, as issued, including its applicability to

Colgate, for extending the well commencement deadline for a nine-month period ending October

23, 2022.

The order Cimarex seeks to have affirmed, Order No. R-21033-A, amended Order No.

R-21033, which pooled all uncommitted interests in the Bone Spring formation underlying the N/2

N/2 of Sections 16 and 17, Township 19 South, Range 29 East, NMPM, Eddy County, New

Mexico, and granted Cimarex the operating rights for the proposed Parkway 16-17 State Com

1H Well and development of these lands as a unit. Order No. R-21033-A extended the period to

drill and/or complete the well for the nine-month period ending October 23, 2022.

In the present case, Colgate seeks the order after noticing, and seeking to cure, an oversight

to provide letter notice to Colgate who, between the issuance of Order No. R-21033 and that of

Order No. 21033-A, had acquired a minority interest from two other owners who were listed in

the original title work. Cimarex inadvertently used a mailing list that was not fully updated, and

2

the notice letter that should have been mailed to Colgate was, by unintentional oversight, mailed to the two prior interest owners instead. Case No. 22575 provides to Colgate a notice letter of this case and opportunity to make an appearance and address any concerns.

APPLICANT'S PROPOSED EVIDENCE

WITNESS ESTIMATED TIME EXHIBITS

Landman: Riley Morris Approx. 5 min Approx. 1

PROCEDURAL MATTERS

Cimarex requests that, for purposes of the hearings, this Case No. 22575 be consolidated with Case No. 22576 as they involve units within the same sections. No protests or objections have been filed and Cimarex does not anticipate any at this time; consequently, Cimarex plans to conduct the hearing by affidavit.

Respectfully submitted,

ABADIE & SCHILL, PC

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Attorneys for 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 via electronic mail on

February 24, 2022:

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QUESTIONS

Action 84108

QUESTIONS

Operator:	OGRID:
CIMAREX ENERGY CO.	215099
600 N. Marienfeld Street	Action Number:
Midland, TX 79701	84108
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony		
Please assist us by provide the following information about your testimony.		
Number of witnesses	1	
Testimony time (in minutes)	5	