

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

**APPLICATION OF CIMAREX ENERGY CO.
TO ALLOW TWO OPERATORS IN THE BONE
SPRING FORMATION IN CERTAIN WELL
UNITS, EDDY COUNTY, NEW MEXICO.**

Case No. _____

APPLICATION

Cimarex Energy Co. applies for an order allowing two operators in the Bone Spring formation in horizontal spacing units underlying the E/2W/2 of Section 29 and the E/2W/2 of Section 32, Township 25 South, Range 27 East, N.M.P.M., Eddy County, New Mexico, and in support thereof, states:

1. Applicant is an interest owner in the E/2W/2 of Section 29 and the E/2W/2 of Section 32, and has the right to drill a well thereon.

2. Applicant proposes to drill the Southern Hills 32-29 State Fed. Com. Well No. 2H to a depth sufficient to test the Bone Spring formation. The E/2W/2 of Section 29 and the E/2W/2 of Section 32 will be dedicated to the well.

5. The proposed well unit overlaps the following existing, producing well units in the Bone Spring formation:

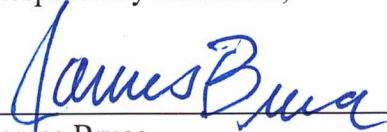
<u>Well Name</u>	<u>Well Unit</u>	<u>Operator</u>
Populus Fed. Well No. 3H	E/2W/2 §29	COG Operating LLC
Cottonwood Hills 32 St. Com. Well No. 3H	E/2W/2 §32	Cimarex Energy Co.

3. Applicant requests approval of two operators in the same formation for the Populus Fed. Well No. 3H, operated by COG Operating LLC, and the Southern Hills 32-29 State Fed. Com. Well No. 2H, to be operated by Applicant.

6. The granting of this application 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 approving the relief requested above.

Respectfully submitted,



James Bruce
Post Office Box 1056
Santa Fe, New Mexico 87504
(505) 982-2043

Attorney for Cimarex Energy Co.