BEFORE THE OIL CONSERVATION DIVISION EXAMINER HEARING AUGUST 4, 2022

APPLICATION OF CIMAREX ENERGY CO. FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

Case No. 22969:

Dos Equis 11-14 Federal Com 4H Well

Cimarex Energy Co.

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TAB 1

Reference for Case No. 22969 Application Case No. 22969 – Dos Equis 11-14 Federal Com 4H NMOCD Checklist Case No. 22969

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

APPLICATION OF CIMAREX ENERGY CO. FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

Case No. <u>22969</u>

APPLICATION

Cimarex Energy Co. ("Cimarex"), OGRID No. 215099, through its undersigned attorneys, hereby files this Application with the Oil Conservation Division ("Division") pursuant to the provisions of NMSA 1978, Section 70-2-17, seeking an order to compulsory pool uncommitted record title owners in the Wolfcamp formation [WC-025 G-08 S243213C; Wolfcamp (Code 98309)] underlying a standard 320-acre, more or less, spacing and proration unit comprised of the W/2 W/2 of Sections 11 and 14, Township 24 South, Range 32 East, NMPM, Lea County, New Mexico.

In support of its Application, Cimarex states the following:

- 1. Cimarex is a working interest owner in the proposed horizontal spacing and proration unit ("HSU") and has a right to drill a well thereon.
- Cimarex proposes and dedicates to the HSU the Dos Equis 11-14 Federal Com
 4H Well, (API No. 30-025-45413) drilled to the Wolfcamp formation.
- 3. The **Dos Equis 11-14 Federal Com 4H Well,** an oil well, was horizontally drilled from a surface location in the NW/4 NW/4 (Unit D) of Section 11 to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 14.

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- 4. The well is orthodox in its location, and the take points and completed interval comply with setback requirements under the statewide rules.
- 5. The proposed unit overlaps an existing unit in the W/2 W/2 of Sections 11 and 14, containing the Dos Equis 11-14 Federal Com 25H (API No. 30-025-47646), and therefore, Cimarex seeks approval of the for the overlapping unit.
- 6. Cimarex has been unable to locate certain record title owners ("RTOs") and has sought in good faith but has been unable to obtain by voluntary agreement the RTOs' interest for the development of these lands.
- 7. The pooling of the RTOs' interests in the Wolfcamp formation within the proposed HSU will facilitate the development of the lands, avoid the drilling of unnecessary wells, prevent waste, and protect correlative rights.
- 8. An RTO, that does not own working interest as the case herein, does not participate in the well or receive revenue from production. As such, the RTOs would not be subject to the 200% risk penalty or the overhead costs imposed upon a working interest owner.

WHEREFORE, Cimarex requests that this Application be set for hearing on August 4, 2022, before an Examiner of the Oil Conservation Division, and after notice and hearing as required by law, the Division enter an order:

- A. Approving the standard 320-acre, more or less, spacing and proration unit comprised of the W/2 W/2 of Sections 11 and 14, Township 24 South, Range 32 East, NMPM, Lea County, New Mexico;
- B. Pooling all uncommitted record title owners in the Wolfcamp formation underlying the proposed HSU.
 - C. Approving the **Dos Equis 11-14 Federal Com 4H Well** as the well for the HSU.

- D. Designating Cimarex as operator of this HSU and the horizontal well drilled thereon;
- E. Considering the appropriate status and application of the 200% risk penalty, actual operating charges, and overhead rates to the extent applicable or necessary within the context of this application.

Respectfully submitted,

ABADIE & SCHILL, PC

/s/ Darin C. Savage

Darin C. Savage

William E. Zimsky
Luke Kittinger
Andrew D. Schill
214 McKenzie Street
Santa Fe, New Mexico 87501
Telephone: 970.385.4401
Facsimile: 970.385.4901
darin@abadieschill.com
bill@abadieschill.com
luke@abadieschill.com
andrew@abadieschill.com

Attorneys for Cimarex Energy Co.

Application of Cimarex Energy Co. for Compulsory Pooling, Lea County, New Mexico. Applicant in the above-styled cause seeks an order from the Division to compulsory pool uncommitted record title owners in the Wolfcamp formation [WC-025 G-08 S243213C; Wolfcamp (Code 98309)] underlying a standard 320-acre, more or less, spacing and proration unit comprised of the W/2 W/2 of Sections 11 and 14, Township 24 South, Range 32 East, NMPM, Lea County, New Mexico. The well dedicated to the horizontal spacing unit is the Dos Equis 11-14 Federal Com 4H Well, (API No. 30-025-45413), an oil well, horizontally drilled from a surface location in the NW/4 NW/4 (Unit D) of Section 11 to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 14. The well is orthodox, and the take points and completed interval comply with the setback requirements under the statewide Rules; also to be considered are the designation of the Applicant as Operator of the well and unit, and to the extent necessary, the cost of drilling and completing the well and the allocation of the costs thereof; actual operating costs and charges for supervision; and a 200% charge for the risk involved in drilling and completing the well. The well and lands are located approximately 27 miles southeast of Loving, New Mexico.

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COMPULSORY POOLING APPLICATION	TION CHECKLIST						
ALL INFORMATION IN THE APPLICATION MUST BE SUPPORTED BY SIGNED AFFIDAVITS							
Case: 22969	APPLICANT'S RESPONSE						
Date	August 2, 2022						
Applicant	Cimarex Energy Co.						
Designated Operator & OGRID (affiliation if applicable)	215099						
Applicant's Counsel:	Darin C. Savage - Abadie & Schill, PC						
Case Title:	Application of Cimarex Energy Co. for Compulsory						
Fatrice of Agreement Hatemanner	Pooling, Lea County, New Mexico						
Entries of Appearance/Intervenors:	None						
Well Family	Dos Equis						
Formation/Pool							
Formation Name(s) or Vertical Extent:	Wolfcamp						
Primary Product (Oil or Gas):	Oil						
Pooling this vertical extent:	Exhibit B-2; TVD approx. 12,355'						
Pool Name and Pool Code:	WC-025 G-08 S243213C; Wolfcamp [Code: 98309]						
Well Location Setback Rules:	NMAC statewide rules apply						
Spacing Unit Size:	320 acres, more or less						
Spacing Unit							
Type (Horizontal/Vertical)	Horizontal						
Size (Acres)	320 acres, more or less						
Building Blocks:	quarter quarter sections (40 ac tracts)						
Orientation:	north to south						
Description: TRS/County	W/2W/2 of Sections 11 and 14, Township 24 South, Range 32 East, NMPM, Lea County, New Mexico						
Standard Horizontal Well Spacing Unit (Y/N), If No, describe	Yes						
Other Situations							
Depth Severance: Y/N. If yes, description	No						
Proximity Tracts: If yes, description	No						
Proximity Defining Well: if yes, description	No						
Applicant's Ownership in Each Tract	See Landman Exhibit A-2						
Well(s)							
Name & API (if assigned), surface and bottom hole location, footages, completion target, orientation, completion status (standard or non-standard)							
Well #1	Dos Equis 11-14 Federal Com 4H Well (API No. 30-025-45413), SHL: Unit D, 530' FNL, 370' FWL, Section 11, T24S-R32E, NMPM; BHL: Unit M, 101' FSL, 328' FWL, Section 14 T24S-R32E, standup, standard location						
Horizontal Well First and Last Take Points	Dos Equis 11-14 Federal Com 4H Well: FTP 1212' FNL, 322' FWL, Section 11; LTP 101' FSL, 328' FWL, Section 14						
Completion Target (Formation, TVD and MD)	Dos Equis 11-14 Federal Com 4H Well: TVD approx. 12,355', TMD approx. 21,967'						
AFE Capex and Operating Costs							
Drilling Supervision/Month \$	N/A, record title owner						
Production Supervision/Month \$	N/A record title owner						
Justification for Supervision Costs	Exhibit A						

Requested Risk Charge	N/A, record title owner
Notice of Hearing	
Proposed Notice of Hearing	Exhibit C, C-1
Proof of Mailed Notice of Hearing (20 days before hearing)	Exhibit C-2
Proof of Published Notice of Hearing (10 days before hearing)	Exhibit C-3
Ownership Determination	Exhibit C 3
Land Ownership Schematic of the Spacing Unit	Exhibit A-2
Tract List (including lease numbers and owners)	Exhibit A-2
Pooled Parties (including ownership type)	Exhibit A-2
Unlocatable Parties to be Pooled	Exhibit A
Ownership Depth Severance (including percentage above &	
below)	N/A
Joinder	
Sample Copy of Proposal Letter	N/A
List of Interest Owners (ie Exhibit A of JOA)	Exhibit A-2
Chronology of Contact with Non-Joined Working Interests	Exhibit A-3
Overhead Rates In Proposal Letter	N/A
Cost Estimate to Drill and Complete	N/A
Cost Estimate to Equip Well	N/A
Cost Estimate for Production Facilities	N/A
Geology	
Summary (including special considerations)	N/A
Spacing Unit Schematic	N/A
Gunbarrel/Lateral Trajectory Schematic	N/A
Well Orientation (with rationale)	N/A
Target Formation	N/A
HSU Cross Section	N/A
Depth Severance Discussion	N/A
Forms, Figures and Tables	
C-102	Exhibit A-1
Tracts	Exhibit A-1, A-2
Summary of Interests, Unit Recapitulation (Tracts)	Exhibit A-2
General Location Map (including basin)	Exhibit A-2
Well Bore Location Map	Exhibit A-2
Structure Contour Map - Subsea Depth	N/A
Cross Section Location Map (including wells)	N/A
Cross Section (including Landing Zone)	N/A
Additional Information	
Special Provisions/Stipulations	
CERTIFICATION: I hereby certify that the information provide	ed in this checklist is complete and accurate.
Printed Name (Attorney or Party Representative):	Darin C. Savage
Signed Name (Attorney or Party Representative):	/s/ Darín C. Savage
Date:	7/29/22

TAB 2

Exhibit A: Affidavit of Kelsi Henriques

Exhibit A-1: C-102 Form

Exhibit A-2: Ownership and Sectional Map

Exhibit A-3: Chronology of Contacts

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

APPLICATION OF CIMAREX ENERGY CO. FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

Case No. 22969

AFFIDAVIT OF KELSI HENRIQUES

STATE OF TEXAS)
) ss
COUNTY OF MIDLAND)

I, being duly sworn on oath, state the following:

- 1. I am over the age of eighteen years and have the capacity to execute this Affidavit, which is based on my personal knowledge.
- 2. I am employed as a Landman with Cimarex Energy Co. ("Cimarex"), and I am familiar with the subject application and the lands involved.
- 3. I graduated in May of 2017 from The University of Tulsa with a bachelor's degree in Energy Management and a minor in Finance. I also graduated in May of 2022 from Texas Tech University with a Master's in Business Administration. I have worked at Cimarex for approximately 2 years, and I have been working in New Mexico for 2 years. I have testified previously before the New Mexico Oil Conservation Division ("Division"), and my credentials as a petroleum landman have been accepted by the Division and made a matter of record.
- 4. This testimony is submitted in connection with the filing by Cimarex of the above-referenced compulsory pooling application pursuant to 19.15.4.12.A(1) NMAC.



- 5. The purpose of this application is to force pool uncommitted record title owner Guy A. Baber, III, and any heirs or successors of said record title owner, in the horizontal spacing unit described below.
- 6. Cimarex seeks an order pooling uncommitted record title owners in the Wolfcamp formation [WC-025 G-08 S243213C (Pool Code 98309)], designated as an oil pool, underlying a standard 320-acre, more or less, spacing and proration unit comprised of the W/2 W/2 of Sections 11 and 14, Township 24 South, Range 32 East, NMPM, Lea County, New Mexico.
- 7. Cimarex dedicates the unit to the **Dos Equis 11-14 Federal Com 4H Well,** (API No. 30-025-45413) drilled to the Wolfcamp formation.
- 8. The Dos Equis 11-14 Federal Com 4H Well, an oil well, was horizontally drilled from a surface location in the NW/4 NW/4 (Unit D) of Section 11 to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 14.
- 9. This Well is actively and commercially producing from the Wolfcamp formation and was drilled and developed by Cimarex pursuant to a JOA that included all working interest owners and the Division's approval on November 21, 2018, of the APD.
- 10. The Well is orthodox, and the completed interval and first and last take points for the Well meet the setback requirements under statewide rules. As drilled, the First Take Point (FTP) is 322' from the West Line and 1212' from the North Line, and the Last Take Point (LTP) is 328' from the West Line and 101' from the South Line.
 - 11. A plat outlining the unit being pooled is attached hereto as **Exhibit A-2**.
- 12. The record title owner being pooled, and his last known address are listed on **Exhibit A-2** attached hereto.

- 13. The record title owner does not own working interest, has no right of participation, and is not allocated any proceeds from production; therefore, there are no depth severances in the Wolfcamp formation that would affect the pooled interest.
 - 14. The location of the well, as drilled, is as follows:

Well Name	SHL	BHL	TVD	TMD
Dos Equis 11-14	530' FNL and	101' FSL	12,355'	21,967'
Federal Com 4H	370' FWL of	and 328'		
	Section 11	FWL of		
		Section 14		

- 15. I provided the law firm of Abadie & Schill P.C. the name and address for the uncommitted record title owner shown on Exhibit A-2. In finding this address, I conducted a diligent search of the public records in Lea County, New Mexico, where the well is located, and of phone directories and did computer searches to locate the contact information for parties entitled to notification. Because the record title owner was non-responsive, notice of this hearing was published in the Hobbs News-Sun, a newspaper of general circulation in Lea County, New Mexico, to cover any contingencies involving notice. Efforts to contact and communicate with Guy A. Baber, III, the record title owner, are shown in **Exhibit A-3**.
- 16. Cimarex has made a good faith effort to in attempting to locate the record title owner in order to obtain his voluntary agreement to the well.
 - 17. The C-102 for the well, as drilled, is attached as **Exhibit A-1**.
- 18. The proposed unit overlaps an existing unit in the W/2 W/2 of Sections 11 and 14, containing the Dos Equis 11-14 Federal Com 25H (API No. 30-025-47646), and therefore, Cimarex seeks approval of the for the overlapping unit.

- 19. Since the record title owner does not own working interest and cannot participate in the proceeds of the well, the risk penalty and overhead charges do not apply.
 - 20. Cimarex requests that it be designated operator of the unit and well consistent with its APD.
- 21. The Exhibits to this Affidavit were prepared by me or compiled from Cimarex's company business records under my direct supervision.
- 22. The granting of this Application is in the best interests of conservation, the prevention of waste, and the protection of correlative rights, and will avoid the drilling of unnecessary wells.
 - 23. The foregoing is correct and complete to the best of my knowledge and belief.

[Signature page follows]

FURTHER AFFIANT SAYETH NAUGHT

Kelsi Henriques

Subscribed to and sworn before me this 28day of July, 2022.

Notary Public

KAIMI BROWNLEE
Notary Public, State of Texas
Comm. Expires 03-26-2023
Notary ID 126052368

HUBBS OCD

District 1
1633 11. French Dr., Hobbs, NM 88240
Phone: (575) 393-6161 Fev: (375) 193-6720
Photict II
811 S Fran St., Arlesia, NM 88210 S FP
Phone: (575) 748-1281 Fec: (575) 748-9720

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State of New Mexico

5 2019 OIL CONSERVATION DIVISION
1220 South St. Francis Dr.

Form C-102 Revised August 1, 2011 Submit one copy to appropriate District Office

Phone: (575) 748-12811 [ac: (575) 748-7281)
Pholicic III
1000 Rio Harvor Road, Artee, NM 87410
Phone: (595) 334-618 Fax: (595-331-120)
Photest IV
1200 S. B. Francis Dr., Santa Fe National
Phone: (505) 476-3469 Fax: (505) 476-3462

Santa Fe, NM 87505

☐ AMENDED REPORT

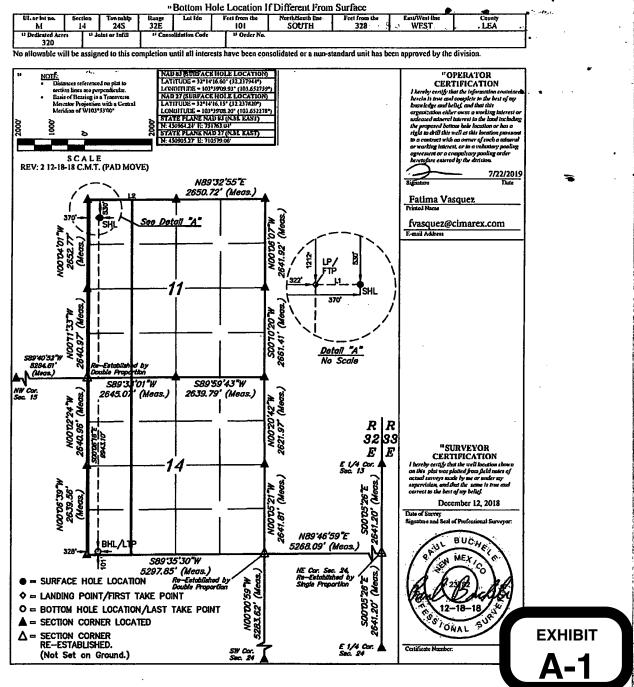
WELL LOCATION AND ACREAGE DEDICATION PLAT

	30-025-45413	³ Poul Code 98309	WC-025 G-08 S243213C; Wolfcamp		
ŀ	Property Code 322999		gperty Nama 1-14 FEDERAL COM	Well Number 4H	
	⁷ OGRID №. 215099		erator Name EX ENERGY CO.	* Elevation 3631.6'	

"Surface Location

UL or lot no. Section Township Range Lot Idn Feet from the North/South line Feet from the East/Avest line County

D 11 24S 32E 530 NORTH 370 WEST 1.EA



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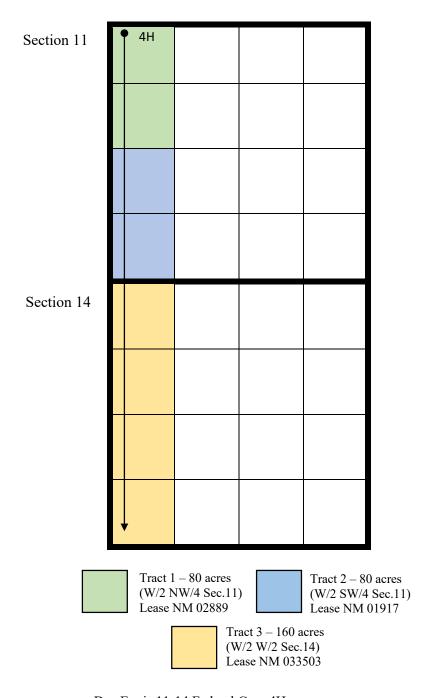
Cimarex Energy Co. Summary of Interests: Case No. 22969

Cimarex Energy Co., Dos Equis 11-14 Federal Com 4H Well W/2W/2 of Sections 11 and 14, Township 24 South, Range 32 East, Permian Basin							
Working Interest under Voluntary Joinder: 100%							
Record Title Owner Interest being Pooled:							
Interest Owner:	Description:	Interest:					
Guy A. Baber III	Record Title Owner	RTO					
PO Box 1772							
Hobbs, NM 88241	Working Interest	0%					
TOTAL		100%					



Exhibit: Ownership and Sectional Map

Case No. 22969; Dos Equis 11-14 Federal Com 4H W/2 W/2 of Sections 11 and 14, Township 24 South, Range 32 East, NMPM, Lea County, New Mexico Permian Basin, Sub-basin: Delaware Basin



Dos Equis 11-14 Federal Com 4H

SHL: Sec. 11-T24S-R32E 530' FNL & 370' FWL BHL: Sec. 14-T24S-R32E 101' FSL & 328' FWL

Chronology of Contacts:

Cimarex mailed letters to the addresses of the Record Title Owner Guy A. Baber on the dates listed in the table and made phone calls to the phone numbers for the owner listed in the table as found in Lexis Nexis Accurint database. The Record Title Owner was non-responsive.

NAME	ADDRESS	PHONE	DATE	COMMENTS
	630 E JEMEZ ST		8/1/2021	
	HOBBS, NM	E7E 202 240E	10/1/2021	
BABER PO	88240-3463 PO BOX 1772 HOBBS, NM	575-392-2495, 575-393-2647, 575-393-6596, 575-393-5085	5/13/2022	MAILED LETTER
			9/17/21	MAILED LETTER
		373-333-3063		FOLLOWUP
	88241		3/31/22	CALLS



TAB 3

Exhibit B: Affidavit of Notice, Darin C. Savage Exhibit B-1: Notice Letters (WI, ORRI and RT)

Exhibit B-2: Mailing List

Exhibit B-3: Affidavit of Publication

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

APPLICATION OF CIMAREX ENERGY CO. FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO

Case No. 22969

AFFIDAVIT OF NOTICE

STATE OF NEW MEXICO)	
)	SS.
COUNTY OF SANTA FE)	

- I, Darin C. Savage, attorney and authorized representative of Cimarex Energy Co. ("Cimarex"), the Applicant herein, being first duly sworn, upon oath, states the following:
- 1. Notice of the application and hearing in the above-reference case was timely sent by certified mail, return receipt requested, through the United States Postal Service on July 14, 2022, to the relevant uncommitted record title owner sought to be pooled in this proceeding. See Exhibit B-2, attached hereto. A copy of notice letter and evidence of mailing to the party are attached hereto as Exhibits B-1 and B-2. Notice was also timely served by publication in the Hobbs News-Sun, a newspaper of general circulation in Lea County, New Mexico, on July 21, 2022, as reflected in the Affidavit of Publication attached hereto as Exhibit B-3.
- 2. It is my understanding that Cimarex searched for the record title owner to determine if the address used reflected what was reasonably ascertainable through searches of databases reasonably available on the internet in satisfaction of reasonable diligence pursuant to Rule 19.15.4.12(B).

EXHIBIT B

3. The foregoing is to the best of my knowledge and belief.

Darin C. Savage

SUBSCRIBED AND SWORN to before me this 29th day of July, 2022, by Darin C. Savage.

Notary Public

My Commission Expires:

STATE OF NEW MEXICO
NOTARY PUBLIC
MARSHA DALTON COUCH
COMMISSION #1077509
COMMISSION EXPIRES 02/10/2026



July 14, 2022

ABADIE I SCHILL PC

Colorado New Mexico
Louisiana Texas
Kansas Utah
Nebraska Wyoming
Montana California
Oklahoma North Dakota

EXHIBIT

VIA CERTIFIED MAIL RETURN RECEIPT REQUESTED

TO: ALL INTEREST OWNERS SUBJECT TO POOLING PROCEEDINGS

Re: Application of Cimarex Energy Co. for a compulsory

pooling, Lea County, New Mexico

Dos Equis 11-14 Federal Com 4H Well (Case No. 22969)

Case No. 22969:

Dear Interest Owner:

This letter is to advise you that Cimarex Energy Co. ("Cimarex") has filed the enclosed application in Case No. 22969 with the New Mexico Oil Conservation Division ("Division") for the compulsory pooling of units in the Wolfcamp formation.

In Case No. 22969, Devon seeks to pool the Wolfcamp formation underlying the W/2 W/2 of Sections 11 and 14, Township 24 South, Range 32 East, NMPM, Lea County, New Mexico, a standard unit encompassing 320 acres, more or less, dedicated to the above-referenced 4H Well.

A hearing has been requested before a Division Examiner on August 4, 2022, and the status of the hearing can be monitored through the Division's website. Division hearings will commence at 8:15 a.m., traditionally in Porter Hall at the Oil Conservation Division's Santa Fe Offices located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. However, under the COVID-19 Public Health policies, the hearing will be conducted remotely online. For information about remote access status of the visit Division's website and case, you can the at: https://www.emnrd.nm.gov/ocd/hearing-info/ or call (505) 476-3441.

You are being notified as a Record Title Owner, not a Working Interest owner with operating rights, and are not required to attend this hearing, but as an owner of an interest that may be affected by this application, you may appear and present testimony. Failure to appear at that time and become a party of record will preclude you from challenging the matter at a later date.

abadieschill.com

214 McKenzie Street, Santa Fe, New Mexico, 87501 O: 970.385.4401 • F: 970.385.4901 Parties appearing in cases are required by Division Rule 19.15.4.13.B NMAC to file a Pre-hearing Statement at least four business days in advance of a scheduled hearing, but in no event later than 5 p.m. mountain time on the Thursday preceding the scheduled hearing date. This statement must be filed at the Division's Santa Fe office at the above specified address and should include: The names of the parties and their attorneys; a concise statement of the case; the names of all witnesses the party will call to testify at the hearing; the approximate time the party will need to present its case; and identification of any procedural matters that are to be resolved prior to the hearing.

If you have any questions about this matter, please contact Bella Sikes at (432) 620-1912 or at isabella.sikes@coterra.com.

Sincerely,

Darin C. Savage

Attorney for Cimarex Energy Co.

Interest	Name	Street	City	State	Postal Code	Certified Mail Tracking No.	Date Mailed Status	Date Delivered	Green Card Returned?
	CIMAREX ENERGY	-	-	-	-				
RTO	Guy A. Baber III	PO Box 1772	Hobbs	NM	88241	70220410000183779759	7/14/22 Delivered	N/A	YES; Unsigned



SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON D	PELIVERY
 Complete items 1, 2, and 3. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits. 	A. Signature X B. Received by (Printed Name)	Agent Addressee C. Date of Delivery
1. Article Addressed to: Guy A. Baber III PO Box 1772 Hobbs, NM 88241	D. Is delivery address different from If YES, enter delivery address be	
9590 9402 7329 2028 4929 58 2. Article Number (Transfer from service label) 7022 0410 0001 8377 9759	☐ Adult Signature ☐ Adult Signature Restricted Delivery ☐ Certified Mail® ☐ Certified Mail Restricted Delivery ☐ Collect on Delivery ☐ Collect on Delivery Restricted Delivery ☐ Insurand Mail	☐ Priority Mail Express® ☐ Registered Mail™ ☐ Registered Mail Restricted Delivery ☐ Signature Confirmation™ ☐ Signature Confirmation Restricted Delivery
PS Form 3811, July 2020 PSN 7530-02-000-9053	Do	omestic Return Receipt

Affidavit of Publication

STATE OF NEW MEXICO COUNTY OF LEA

I, Daniel Russell, Publisher of the Hobbs News-Sun, a newspaper published at Hobbs, New Mexico, solemnly swear that the clipping attached hereto was published in the regular and entire issue of said newspaper, and not a supplement thereof for a period of 1 issue(s).

> Beginning with the issue dated July 21, 2022 and ending with the issue dated July 21, 2022.

Publisher

Sworn and subscribed to before me this 21st day of July 2022.

Business Manager

My commission expires January 29, 2023

(Seal)

GUSSIE BLACK Notary Public - State of New Mexico Commission # 1087526 My Comm. Expires Jan 29, 2023

This newspaper is duly qualified to publish legal notices or advertisements within the meaning of Section 3, Chapter 167, Laws of 1937 and payment of fees for said

LEGAL

LEGAL

LEGAL NOTICE July 21, 2022

CASE No. 22969: Notice to all affected parties and persons having any right, title, interest or claim to this case, including record title owners, as well as the known and unknown heirs, devisees, assigns and successors of GUY A. BABER, Ill of Cimarex Energy Co.'s application for approval of a compulsory pooling, Lea County, New Mexico. The State of New Mexico, through its Oil Conservation Division, hereby gives notice that the Division Examiner will conduct a public hearing at 8:15 a.m. on August 4, 2022, at 1220 S. St. Francis, Santa Fe, New Mexico, 87505. However, under the current COVID-19 Public Health policies, the hearing will be conducted remotely online. For information about remote access and the status of the case, you can visit the Division's website at: https://www.emnrd.nm.gov/ocd/hearing-info/ or call (505) 476-3441. Cimarex Energy Co., whose operational office is at 600 N. Marienfeld St. Suite 600, Midland, Texas, 79701 (HQ at 1700 Lincoln St. Suite 3700, Denver, Colorado 80203), seeks an order from the Division pooling uncommitted record title owners in the Wolfcamp (Code 98309)] underlying a standard 320-acre, more or less, spacing and proration unit comprised of the W/2 W/2 of Sections 11 and 14, Township 24 South, Range 32 East, NMPM, Lea County, New Mexico. Cimarex proposes and dedicates to the unit the Dos Equis 11-14 Federal Com 4H Well, an oil well, horizontally drilled from a surface location in the NW/4 NW/4 (Unit D) of Section 11 to a bottom hole location in the SW/4 SW/4 (Unit M) of Section 14. The well is orthodox in its location, and the take points and completed interval comply with setback requirements under the Division's statewide Rules. Also to be considered, to the extent necessary, will be the cost of drilling and completing the well and the allocation of the costs thereof; actual operating costs and charges for supervision; the designation of the Applicant as Operator of the well and unit; and a 200% charge, to the extent necessary, for the risk involved in drilling and com

67115820

00268983

KAIYA TOOP ABADIE SCHILL 555 RIVERGATE LANE 84-180 DURANGO, CO 81301 EXHIBIT B-3