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

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

CASE NO. 25685

CIMAREX'S PRE-HEARING STATEMENT

Cimarex Energy Co. of Colorado ("Cimarex"), (OGRID No. 162683) ("Applicant" or "Cimarex"), the Applicant in the above-referenced matter, submits this Pre-Hearing Statement pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT ATTORNEY

Cimarex Energy Co. of Colorado Benjamin B. Holliday

107 Katherine Court

San Antonio, Texas 78209 Phone: (210) 469-3197 Email: ben@helg.law

RESPONDENT

None

APPLICANT'S STATEMENT OF THE CASE

In Case No. 25685, Cimarex seeks an order pooling all uncommitted interests within the Wolfcamp formation ("Formation Interval"), designated as a gas pool – the Purple Sage; Wolfcamp Pool (Pool Code No. 98220) – underlying a standard 960-acre, more or less, horizontal well spacing unit comprised of the W/2 of Sections 23, 26, and 35 Township 25 South, Range 26 East, N.M.P.M., Eddy County, New Mexico. Applicant seeks to initially dedicate this horizontal spacing unit to the proposed Pintail 23-26-35 Fed Com 19H well ("Well"):

1. **Pintail 23-26-35 Fed Com 19H** well, which will be horizontally drilled from a surface hole location in the NE/4 NW/4 of Section 23, Township 25 South, Range 26 East, to a bottom hole location in the SE/4 SW/4 of Section 35, Township 25 South, Range 26 East.

The Oil Conservation Division has placed the Well in the Purple Sage Wolfcamp Gas Pool, Pool Code 98220, which is subject to special pool rules that establish 330-foot setback requirements. The Well will comply with the Division's setback requirements for this pool except the Well will have non-standard first and last take points. Applicant will administratively apply for non-standard location approvals for the Well's first and last take points. Cimarex has sought and been unable to obtain voluntary agreement for the development of these lands from all working interest owners in the subject acreage.

APPLICANTS PROPOSED EVIDENCE

WITNESS Name and Expertise	ESTIMATED TIME	EXHIBITS
Keaton Curtis, Landman	Affidavit	Approximately 5
Travis Sparks, Geologist	Affidavit	Approximately 5

PROCEDURAL MATTERS

Cimarex intends to present this case by affidavit if there is no opposition at the time of the hearing.

Respectfully submitted,

HOLLIDAY ENERGY LAW GROUP, PC

/s/ Benjamin B. Holliday
Benjamin B. Holliday
107 Katherine Court, Suite 100
San Antonio, Texas 78209
Phone: (210) 469-3197
ben@helg.law

Counsel for Cimarex Energy Co. of Colorado

Sante Fe Main Office Phone: (505) 476-3441

General Information Phone: (505) 629-6116

Online Phone Directory https://www.emnrd.nm.gov/ocd/contact-us

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

QUESTIONS

Action 524080

QUESTIONS

Operator:	OGRID:
Powderhorn Operating, LLC	332857
600 N Marienfeld	Action Number:
Midland, TX 79701	524080
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony		
Please assist us by provide the following information about your testimony.		
Number of witnesses	2	
Testimony time (in minutes)	5	