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

IN THE MATTER OF APPLICATION OF CIMAREX ENERGY CO. TO REOPEN CASE NO. 22148 (ORDER NO. R-21035-A)

CASE NO. 22576 ORDER NO. R-21035-B

ORDER

The Director of the New Mexico Oil Conservation Division ("OCD"), having heard this matter through a Hearing Examiner on March 3, 2022, and after considering the testimony, evidence, and recommendation of the Hearing Examiner, issues the following Order.

FINDINGS OF FACT

- 1. On January 23, 2020, OCD issued Order R-21035 to Cimarex Energy Co. ("Operator") to pool the uncommitted oil and gas interests within the specified spacing unit ("Unit").
- 2. On December 12, 2020, OCD issued an extension to drill under terms of order R-21035 via letter head until January 23, 2022.
- 3. On September 20, 2021, OCD issued Order R-21035-A an extension to drill under terms of order R-21035 until October 23, 2022.
- 4. Subsequent to the issuance of Order R-21035-A, Operator discovered that it had failed to provide notice to one working interest owner in the Unit, Colgate Operating, LLC ("Colgate").
- 5. On February 1, 2022, Operator filed an application ("Application") to re-open Case No. 22147 for "the opportunity to cure an oversight in letter notice in regard to one (1) minority working interest owner."
- 6. Operator presented evidence through affidavits in support of the Application.
- 7. Operator provided evidence that it gave notice of the Application and the hearing to Colgate.
- 8. Colgate appeared at the hearing and had no objection to the matter proceeding.
- 9. No other party presented evidence at the hearing.

CONCLUSIONS OF LAW

10. OCD has jurisdiction to issue this Order pursuant to NMSA 1978, Section 70-2-17.

- 11. Operator satisfied the notice requirements for the Application and the hearing as required by 19.15.4.12 NMAC.
- 12. OCD satisfied the notice requirements for the hearing as required by 19.15.4.9 NMAC.

ORDER

13. Colgate is subject to Order R-21035-A. All other provisions of Order R-21035-A will remain in force and effect.

Date: 5/09/2022

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

ADRIENNE SANDOVAL DIRECTOR

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