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STATE OF NEW MEXICO

ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NOS: 21700

APPLICATION OF CIMAREX ENERGY COMPANY TO AMEND ORDER R-21295, EDDY COUNTY, NEW MEXICO.

> REPORTER'S TRANSCRIPT OF VIRTUAL PROCEEDINGS EXAMINER HEARING March 4, 2021 Santa Fe, New Mexico

This matter came on for virtual hearing before the New Mexico Oil Conservation Division, HEARING OFFICER FELICIA ORTH and TECHNICAL EXAMINER BAYLEN LAMKIN on Thursday, March 4, 2021, through the Webex Platform.

Reported by: Irene Delgado, NMCCR 253 PAUL BACA PROFESSIONAL COURT REPORTERS 500 Fourth Street, NW, Suite 105 Albuquerque, NM 87102 505-843-9241

Page 2 APPEARANCES For the Applicant: LANCE HOUGH MODRALL SPERLING ROEHL HARRIS & SISK PA 500 4th Street, NW, Suite 1000 Albuquerque, NM 87102 505-848-9710 INDEX CASE CALLED SUMMARY OF CASE AND EXHIBITS TAKEN UNDER ADVISEMENT REPORTER CERTIFICATE EXHIBIT INDEX Admitted All Exhibits and Attachments

Page 3 1 HEARING EXAMINER ORTH: Move then to the next case is 21700, the request to amend an order. The name of 2 3 the well is Ringer. Mr. Hough? MR. HOUGH: Thank you, Madam Examiner. This case 4 is to amend Order Number R-21184 to allow for an additional 5 6 one year extension of time to commence drilling operations. 7 And in this order the Wolfcamp formation was pooled under 8 the S/2 of Sections 3 and 4 in Township 25 South, Range 26 East, Eddy County, New Mexico. 9 10 I will state, on the hearing packet, just a cover letter reflecting Lea County. I just wanted to point that 11 out, that's a typo on cover letter but all the actual 12 13 substantive material all reflect Eddy County. 14 Now, this acreage is also dedicated to Ringer 3-4 15 Federal Com 2H and a one-year extension would make the deadline for drilling April 14, 2022. 16 Now, as provided in Exhibit A, the self-affirmed 17 declaration of Riley Morris, good cause exists for extension 18 due to the same reasons identified earlier, the current 19 market conditions, Cimarex is adjusting its development or 20 drilling schedule for its development. 21 22 A-1 and A-2 in the packet are the applications for the order we just discussed. 23 24 Exhibit B is my affidavit of notice, and Exhibits 25 B-1 through B-3 notice was timely mailed to interested

Page 4 parties and notice was also published in the newspaper of 1 local circulation that was also done timely. 2 So unless there are any questions on this one, I 3 ask this one be -- these exhibits be admitted into the 4 5 record and this matter be taken under advisement. HEARING EXAMINER ORTH: All right. Thank you. 6 Mr. Lamkin, any questions? 7 TECHNICAL EXAMINER LAMKIN: I don't have any 8 9 questions. Thank you. HEARING EXAMINER ORTH: All right, thank you. 10 The exhibits are admitted and the matters will be taken 11 12 under advisement. 13 (Exhibits admitted.) 14 (Taken under advisement.) 15 16 17 18 19 20 21 22 23 24 25

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1	STATE OF NEW MEXICO
2	COUNTY OF BERNALILLO
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4	REPORTER'S CERTIFICATE
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6	I, IRENE DELGADO, New Mexico Certified Court
7	Reporter, CCR 253, do hereby certify that I reported the
8	foregoing virtual proceedings in stenographic shorthand and
9	that the foregoing pages are a true and correct transcript
10	of those proceedings to the best of my ability.
11	I FURTHER CERTIFY that I am neither employed by
12	nor related to any of the parties or attorneys in this case
13	and that I have no interest in the final disposition of this
14	case.
15	I FURTHER CERTIFY that the Virtual Proceeding was
16	of poor to good quality.
17	Dated this 4th day of March 2021.
18	/s/ Irene Delgado
19	Irene Delgado, NMCCR 253
20	License Expires: 12-31-21
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