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

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

Case Nos. 23088 - 23091

PRE-HEARING STATEMENT

This pre-hearing statement is submitted by applicant as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

Cimarex Energy Co. Suite 600

600 West Illinois

Midler of Terror 7070

Midland, Texas 79701

APPLICANT'S ATTORNEY

James Bruce

P.O. Box 1056

Santa Fe, New Mexico 87504

Attention:

Dylan Park

OPPONENT

OPPONENT'S ATTORNEY

STATEMENT OF THE CASE

APPLICANT

Case No. 23088: Cimarex Energy Co. seeks an order pooling all uncommitted mineral interests in the Bone Spring formation underlying a horizontal spacing unit comprised of the W/2W/2 of Section 8 and the W/2W/2 of Section 17, Township 25 South, Range 27 East, NMPM, limited to depths below the stratigraphic equivalent of 7,745 feet subsurface, being the top of the Harkey formation as seen in the Schlumberger Platform Express Three Detector Litho-Density Compensated Neutron Log in COG Operating LLC's Jack Federal (Pilot Hole) Well No. 1H (API No. 30-015-38643), to the base of the Bone Spring formation. The Pilot Hole is located in Lot 1 of Section 31, Township 25 South, Range 27 East, N.M.P.M. The unit will be dedicated to the White City 8-17 Fed. Com. Well No. 2H, with a first take point in the NW/4NW/4 of Section 8 and a last take point in the SW/4SW/4 of Section 17. Applicant also requests approval of the proposed well unit overlapping the well units for the following wells, and to allow two operators in the well unit:

White City 8 Fed. Well No. 2H W/2W/2 §8 Cimarex Energy Co. Hayhurst 17 Fed. Well No. 1H W/2W/2 §17 Chevron U.S.A. Inc.

Case No. 23089: Cimarex Energy Co. seeks an order pooling all uncommitted mineral interests in the Bone Spring formation underlying a horizontal spacing unit comprised of the E/2W/2 of Section 8, the E/2W/2 of Section 17, and the E/2W/2 of Section 20, Township 25 South, Range 27 East, NMPM, limited to depths below the stratigraphic equivalent of 7,745 feet subsurface, being the top of the Harkey formation as seen in the Schlumberger Platform Express Three Detector Litho-Density Compensated Neutron Log in COG Operating LLC's Jack Federal (Pilot Hole) Well No. 1H (API No. 30-015-38643), to the base of the Bone Spring formation. The Pilot Hole is located in Lot 1 of Section 31, Township 25 South, Range 27 East, N.M.P.M. The unit will be dedicated to the White City 8-17-20 Fed. Com. Well No. 1H, with a first take point in the NE/4NW/4 of Section 8 and a last take point in the SE/4SW/4 of Section 20. Applicant also requests approval of the proposed well unit overlapping the well unit for the following well:

Cottonberry 20 Fed. Com. Well No. 2H E/2W/2 §20 Cimarex Energy Co.

Case No. 23090: Cimarex Energy Co. seeks an order pooling all uncommitted mineral interests in the Bone Spring formation underlying a horizontal spacing unit comprised of the W/2E/2 of Section 8, the W/2E/2 of Section 17, and the W/2E/2 of Section 20, Township 25 South, Range 27 East, NMPM, limited to depths below the stratigraphic equivalent of 7,745 feet subsurface, being the top of the Harkey formation as seen in the Schlumberger Platform Express Three Detector Litho-Density Compensated Neutron Log in COG Operating LLC's Jack Federal (Pilot Hole) Well No. 1H (API No. 30-015-38643), to the base of the Bone Spring formation. The Pilot Hole is located in Lot 1 of Section 31, Township 25 South, Range 27 East, N.M.P.M. The unit will be dedicated to the White City 8-17-20 Fed. Com. Well No. 16H, with a first take point in the NW/4NE/4 of Section 8 and a last take point in the SW/4SE/4 of Section 20. Applicant also requests approval of the proposed well unit overlapping the well units for the following wells:

White City 8 Fed. Well No. 4H W/2E/2 §8 Cimarex Energy Co. Cottonberry 20 Fed. Com. Well No. 3H W/2E/2 §20 Cimarex Energy Co.

Case No. 23091: Cimarex Energy Co. seeks an order pooling all uncommitted mineral interests in the Bone Spring formation underlying a horizontal spacing unit comprised of the E/2E/2 of Section 8, the E/2E/2 of Section 17, and the E/2E/2 of Section 20, Township 25 South, Range 27 East, NMPM, limited to depths below the stratigraphic equivalent of 7,745 feet subsurface, being the top of the Harkey formation as seen in the Schlumberger Platform Express Three Detector Litho-Density Compensated Neutron Log in COG Operating LLC's Jack Federal (Pilot Hole) Well No. 1H (API No. 30-015-38643), to the base of the Bone Spring formation. The Pilot Hole is located in Lot 1 of Section 31, Township 25 South, Range 27 East, N.M.P.M. The unit will be dedicated to the White City 8-17-20 Fed. Com. Well No. 15H, with a first take point in the NE/4NE/4 of Section 8 and a last take point in the SE/4SE/4 of Section 20. Applicant also requests approval of the proposed well unit overlapping the well units for the following wells:

White City 8 Fed. Well No. 5H E/2E/2 §8 Cimarex Energy Co. Cottonberry 20 Fed. Com. Well No. 4H E/2E/2 §20 Cimarex Energy Co.

Also to be considered will be the cost of drilling, completing, testing, and equipping the wells and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the wells, and a 200% charge for the risk involved in drilling, completing, testing, and equipping the wells.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

WITNESSES	EST. TIME	<u>EXHIBIT</u>
Pat Gray (landman)	20 min.	Approx. 12
Crystal Pate (geologist)	10 min.	Approx. 6

OPPONENT

<u>WITNESSES</u> <u>ES</u>	ST. TIME	EXHIBITS
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PROCEDURAL MATTERS

Applicant requests that the cases be consolidated for hearing, and be presented by affidavit if uncontested.

Respectfully submitted,

James Bruce

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Attorney for Mewbourne Oil Company

CERTIFICATE OF SERVICE

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

QUESTIONS

Action 280009

QUESTIONS

Operator:	OGRID:
MEWBOURNE OIL CO	14744
P.O. Box 5270	Action Number:
Hobbs, NM 88241	280009
	Action Type:
	[HEAR] Prehearing Statement (PREHEARING)

QUESTIONS

Testimony		
Please assist us by provide the following information about your testimony.		
Number of witnesses	Not answered.	
Testimony time (in minutes)	Not answered.	