

|                         |          |                        |                           |                 |  |
|-------------------------|----------|------------------------|---------------------------|-----------------|--|
| DATE IN <u>11/23/09</u> | SUSPENSE | ENGINEER <u>Brooks</u> | LOGGED IN <u>11/23/09</u> | TYPE <u>NSL</u> | PTG <u>W</u><br>APP NO <u>0932755012</u> |
|-------------------------|----------|------------------------|---------------------------|-----------------|--|

ABOVE THIS LINE FOR DIVISION USE ONLY

**NEW MEXICO OIL CONSERVATION DIVISION**  
**- Engineering Bureau -**  
 1220 South St. Francis Drive, Santa Fe, NM 87505



*Cimavex*

*Eddy*  
*6125*

**ADMINISTRATIVE APPLICATION CHECKLIST**

THIS CHECKLIST IS MANDATORY FOR ALL ADMINISTRATIVE APPLICATIONS FOR EXCEPTIONS TO DIVISION RULES AND REGULATIONS WHICH REQUIRE PROCESSING AT THE DIVISION LEVEL IN SANTA FE

**Application Acronyms:**

- [NSL-Non-Standard Location] [NSP-Non-Standard Proration Unit] [SD-Simultaneous Dedication]  
 [DHC-Downhole Commingling] [CTB-Lease Commingling] [PLC-Pool/Lease Commingling]  
 [PC-Pool Commingling] [OLS - Off-Lease Storage] [OLM-Off-Lease Measurement]  
 [WFX-Waterflood Expansion] [PMX-Pressure Maintenance Expansion]  
 [SWD-Salt Water Disposal] [IPI-Injection Pressure Increase]  
 [EOR-Qualified Enhanced Oil Recovery Certification] [PPR-Positive Production Response]

*Cotton Wood Draw "22"*  
*Fed Com. #5*

**[1] TYPE OF APPLICATION - Check Those Which Apply for [A]**

[A] ☒ Location - Spacing Unit - Simultaneous Dedication

☐ NSL ☐ NSP ☐ SD

Check One Only for [B] or [C]

[B] ☐ Commingling - Storage - Measurement

☐ DHC ☐ CTB ☐ PLC ☐ PC ☐ OLS ☐ OLM

[C] ☐ Injection - Disposal - Pressure Increase - Enhanced Oil Recovery

☐ WFX ☐ PMX ☐ SWD ☐ IPI ☐ EOR ☐ PPR

[D] ☐ Other: Specify \_\_\_\_\_

2009 NOV 23 P 1:37

RECEIVED OOD

**[2] NOTIFICATION REQUIRED TO: - Check Those Which Apply, or Does Not Apply**

[A] ☐ Working, Royalty or Overriding Royalty Interest Owners

[B] ☒ Offset Operators, Leaseholders or Surface Owner

[C] ☐ Application is One Which Requires Published Legal Notice

[D] ☐ Notification and/or Concurrent Approval by BLM or SLO  
U.S. Bureau of Land Management - Commissioner of Public Lands, State Land Office

[E] ☒ For all of the above, Proof of Notification or Publication is Attached, and/or,

[F] ☐ Waivers are Attached

**[3] SUBMIT ACCURATE AND COMPLETE INFORMATION REQUIRED TO PROCESS THE TYPE OF APPLICATION INDICATED ABOVE.**

**[4] CERTIFICATION:** I hereby certify that the information submitted with this application for administrative approval is **accurate** and **complete** to the best of my knowledge. I also understand that **no action** will be taken on this application until the required information and notifications are submitted to the Division.

Note: Statement must be completed by an individual with managerial and/or supervisory capacity.

James Bruce  
 P.O. Box 1056  
 Santa Fe, New Mexico 87504

*James Bruce*  
 Signature

Attorney for Applicant  
 Title

jamesbruc@aol.com  
 e-mail Address

*11/23/09*

**JAMES BRUCE**  
ATTORNEY AT LAW

POST OFFICE BOX 1056  
SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213  
SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone)  
(505) 660-6612 (Cell)  
(505) 982-2151 (Fax)

[jamesbruc@aol.com](mailto:jamesbruc@aol.com)

November 23, 2009

Mark E. Fesmire, P.E.  
Oil Conservation Division  
1220 South St. Francis Drive  
Santa Fe, New Mexico 87505

Dear Mr. Fesmire:

Pursuant to Division Rule NMAC 19.15.15.13, Cimarex Energy Co. of Colorado applies for approval of an unorthodox oil well location for the following horizontal well:

|                                  |   |
|----------------------------------|---|
| <u>Well name:</u>                | Cottonwood Draw "22" Fed. Well No. 5  |
| <u>Surface location:</u>         | 530 feet FNL & 210 feet FEL (this is also the penetration point in the Bone Spring formation) |
| <u>Bottom hole location:</u>     | 330 feet FSL & 660 feet FEL   |
| <u>Well unit (project area):</u> | E½E½ of Section 22, Township 25 South, Range 26 East, N.M.P.M., Eddy County, New Mexico       |

The well will test the Bone Spring formation (Wildcat Bone Spring). Under the Division's statewide rules, spacing is 40 acres, with wells to be at least 330 feet from a quarter-quarter section line. A Form C-102 is attached as **Exhibit A**.

The location is based on both topographical and geologic reasons. The well is located just off the well pad for applicant's Cottonwood "22" Fed. Well No. 3, a horizontal Delaware test with a surface location 530 feet FNL & 210 feet FEL of Section 22. **Exhibit B**. Applicant desired to place the well's surface location west of the Cottonwood "22" Fed. Well No. 3. However, due to its closeness to South Hackberry Draw (**Exhibit C**), the BLM wouldn't allow that location because there was too much relief, requiring an excessive amount of cut and fill. Moving the surface location to the south would shorten the lateral portion of the wellbore.

The proposed well is applicant's first Bone Spring test in the area, and the well was spotted in NE¼ of Section 22 for optimum geology. The only Bone Spring data is to the north and east of

the proposed well, so they do not want to locate the initial portion of the wellbore in the SE¼SE¼ of Section 22.

Attached as **Exhibit D** is a land plat and lease information from the BLM's records. The proposed well is unorthodox only in the E½NE¼ of Section 22. Therefore, the affected offset acreage is the W½NW¼ of Section 23, covered by Federal Lease NM 94076. The interest owners in each well unit, as to the Bone Spring formation, are the United States (RI), Chevron U.S.A. Inc. (ORRI), and Cimarex Energy Co. (WI). However, Chevron's overriding royalty is greater in the W½NW¼ of Section 23 than in the E½E½ of Section 22. Therefore, notice of this application has been sent to Chevron **Exhibit E**.

Please call me if you have any questions concerning this application.

Very truly yours,



James Bruce

Attorney for Cimarex Energy Co. of Colorado

DISTRICT I  
1000 N. Fourth St., Santa Fe, NM 87500

DISTRICT II  
1001 W. Grand Avenue, Alameda, NM 87002

DISTRICT III  
1000 Rio Grande Blvd., Arroyo, NM 87410

DISTRICT IV  
1001 E. St. Francis Dr., Santa Fe, NM 87505

State of New Mexico  
Energy, Minerals and Natural Resources Department

Form C-102  
Revised October 15, 2008

Submit one copy to appropriate  
District Office

OIL CONSERVATION DIVISION  
1220 South St. Francis Dr.  
Santa Fe, New Mexico 87505

WELL LOCATION AND ACREAGE DEDICATION PLAT

AMENDED REPORT

|                                |                                  |             |
|--------------------------------|----------------------------------|-------------|
| API Number                     | Pool Code                        | Pool Name   |
| Property Code                  | Property Name                    | Well Number |
| 162683                         | COTTONWOOD DRAW "22" FEDERAL COM | 5           |
| Operator Name                  | Elevation                        |             |
| CIMAREX ENERGY CO. OF COLORADO | 3332'                            |             |

Surface Location

| UL or lot No. | Section | Township | Range | Lot 1/4 | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| A             | 22      | 25 S     | 26 E  |         | 530           | NORTH            | 210           | EAST           | EDDY   |

Bottom Hole Location If Different From Surface

| UL or lot No. | Section | Township | Range | Lot 1/4 | Feet from the | North/South line | Feet from the | East/West line | County |
|---------------|---------|----------|-------|---------|---------------|------------------|---------------|----------------|--------|
| P             | 22      | 25 S     | 26 E  |         | 330           | SOUTH            | 660           | EAST           | EDDY   |

| Indicated Acres | Joint or Leases | Consolidation Code | Order No. |
|-----------------|-----------------|--------------------|-----------|
| 160             |                 |                    |           |

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED  
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

**EXHIBIT A**

**SURFACE LOCATION**  
Lat - N 32°07'13.86"  
Long - W 104°16'21.87"  
NAD83 - N 427797.195  
E 450112.565  
(NAD-83)

**SHL & P.P.**  
530 FNL & 210 FEL

**EOC**  
721 FNL & 229 FEL

**Legal Location 7230' MD**  
1745 FNL & 330 FEL

**Proposed Producing Interval**

**BHL**  
330 FSL & 660 FEL

**PROPOSED BOTTOM HOLE LOCATION**  
Lat - N 32°06'32.26"  
Long - W 104°16'26.76"  
NAD83 - N 43381.111  
E 45677.043  
(NAD-83)

**Proposed Producing Interval**

**OPERATOR CERTIFICATION**  
I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief and that this information either owns a working interest or undivided mineral interest in the land including the proposed bottom hole location or has a right to drill this well as this location pursuant to a contract with an owner of such a mineral or working interest, or to a secondary pooling agreement or a compulsory pooling order heretofore entered by the division.  
11/19/2009  
Signature \_\_\_\_\_ Date \_\_\_\_\_  
Printed Name Zeno Farris

**SURVEYOR CERTIFICATION**  
I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys made by me or under my supervision and that the same is true and correct to the best of my belief.  
OCTOBER 19, 2009  
Date Surveyed  
Signature of Professional Surveyor  
Professional Surveyor  
Certificate No. Gary L. Jones 7877  
BASIN SURVEYS

SECTION 22, TOWNSHIP 25 SOUTH, RANGE 26 EAST, N.M.P.M.,  
EDDY COUNTY, NEW MEXICO.

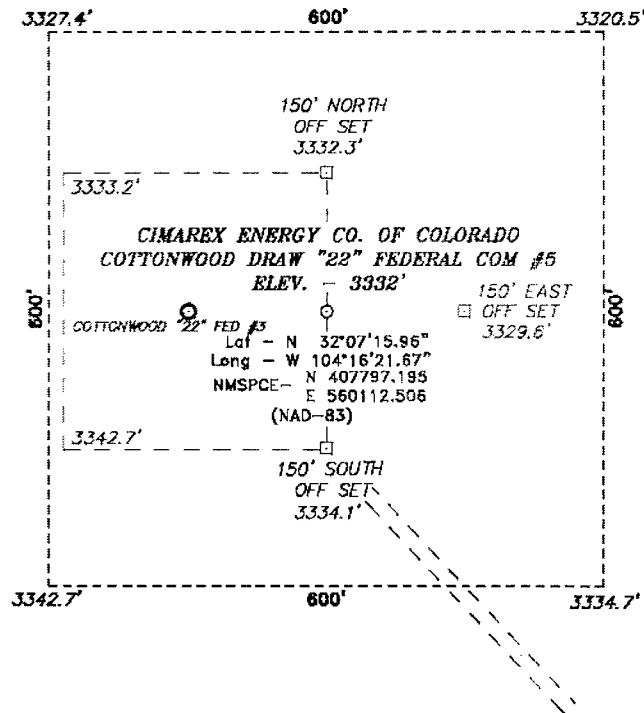
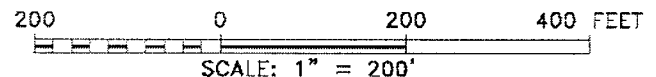


EXHIBIT **B**



Directions to Location:

FROM THE JUNCTION OF MEANS AND PRICKLY PEAR,  
GO EASTERLY 4.7 MILES PRICKLY PEAR TO LEASE  
ROAD, ON LEASE ROAD GO EAST 0.6 MILES TO  
LEASE ROAD, ON LEASE ROAD GO NORTHWEST 0.1  
MILES TO WELL PAD, CONTINUE NORTHWEST 0.2  
MILES TO #3 LOCATION AND PROPOSED LOCATION.

**BASIN SURVEYS** P.O. BOX 1786-HOBBS, NEW MEXICO

W.O. Number: 21885 Drawn By: J. SMALL

Date: 10-30-2009 Disk: JMS 21885

**CIMAREX ENERGY CO. OF COLORADO**

REF: COTTONWOOD DRAW "22" FEDERAL COM #5 / WELL PAD TOPO

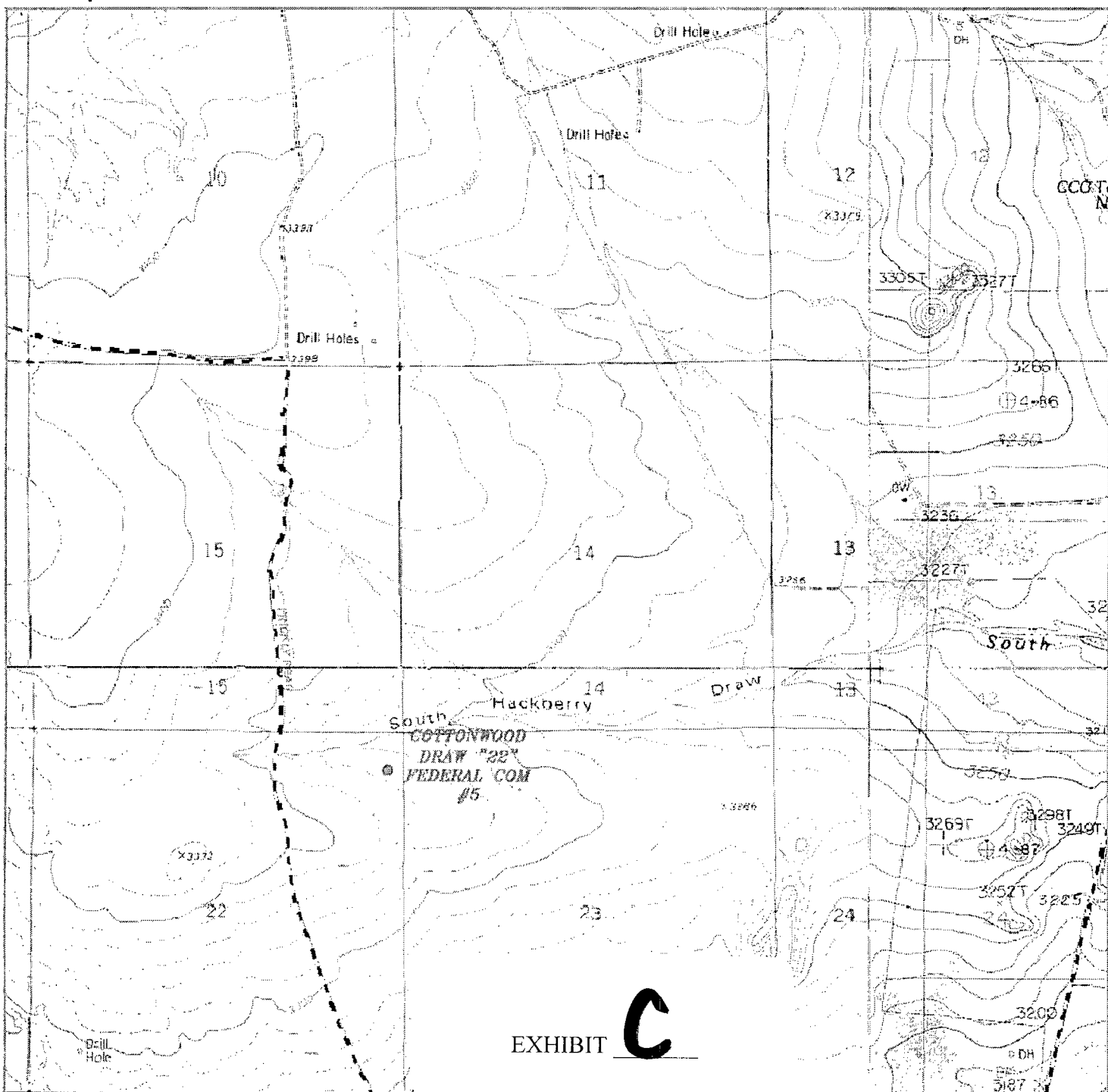
THE COTTONWOOD DRAW "22" FEDERAL COM #5 LOCATED 530'

FROM THE NORTH LINE AND 210' FROM THE EAST LINE OF

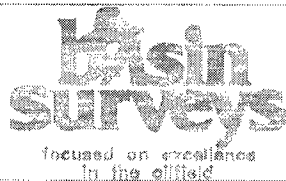
SECTION 22, TOWNSHIP 25 SOUTH, RANGE 26 EAST,

N.M.P.M., EDDY COUNTY, NEW MEXICO.

Survey Date: 10-29-2009 Sheet 1 of 1 Sheets



COTTONWOOD DRAW "22" FEDERAL COM #5  
 Located 530' FNL and 210' FEL  
 Section 22, Township 25 South, Range 26 East,  
 N.M.P.M., Eddy County, New Mexico.



P.O. Box 1786  
 1120 N. West County Rd.  
 Hobbs, New Mexico 88241  
 (575) 393-7316 — Office  
 (575) 392-2206 — Fax  
 basin-surveys.com

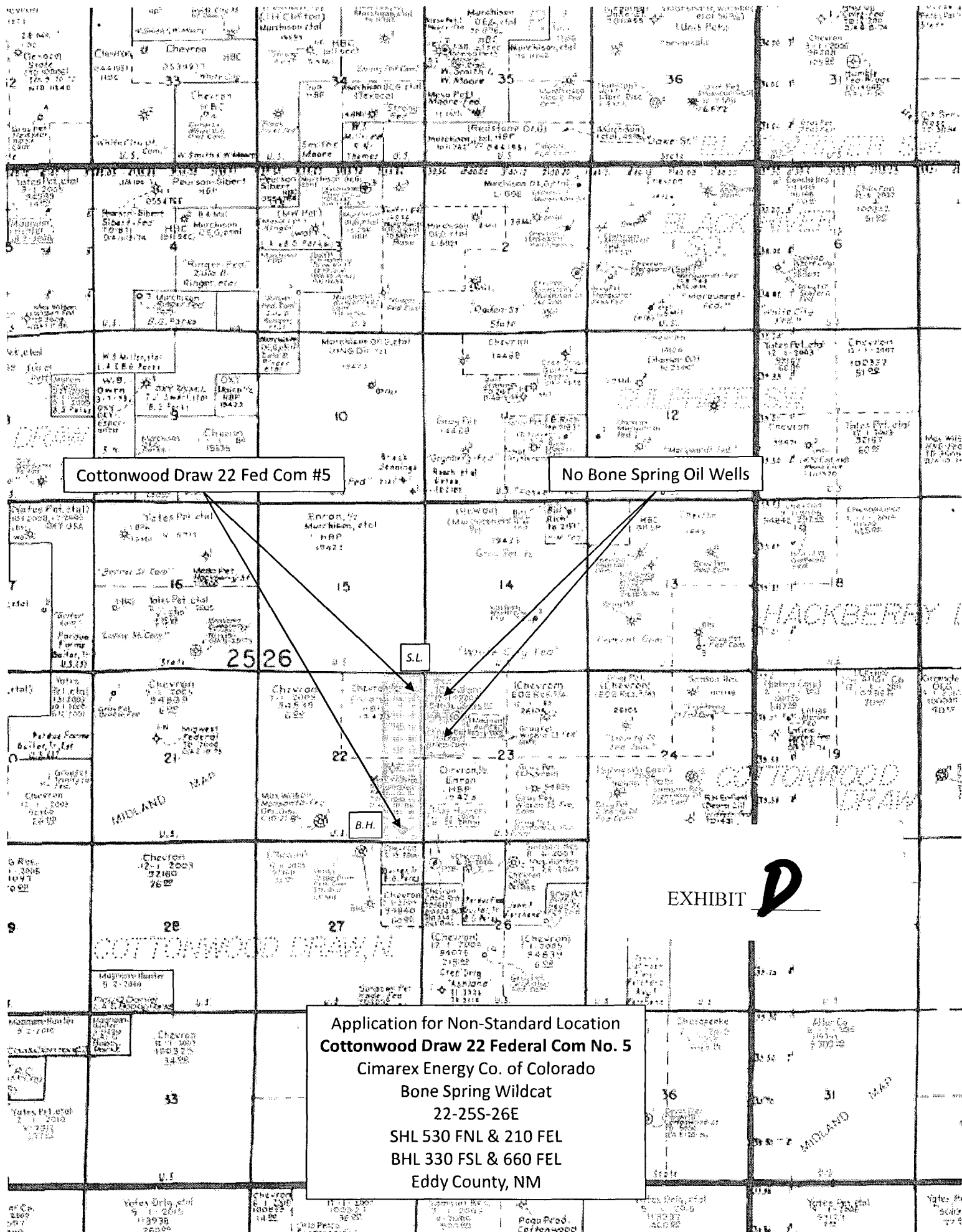
W.O. Number: JMS 21685

Survey Date: 10-29-2009

Scale: 1" = 2000'

Date: 10-30-2009

**CIMAREX  
 ENERGY CO.  
 OF COLORADO**



Cottonwood Draw 22 Fed Com #5

No Bone Spring Oil Wells

Application for Non-Standard Location  
Cottonwood Draw 22 Federal Com No. 5  
Cimarex Energy Co. of Colorado  
Bone Spring Wildcat  
22-25S-26E  
SHL 530 FNL & 210 FEL  
BHL 330 FSL & 660 FEL  
Eddy County, NM

EXHIBIT **D**

**DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
CASE RECORDATION  
(MASS) Serial Register Page**

RunDate/Time: 11/23/09 10:37 AM

Page 1 of 1

**01 12-22-1987;101STAT1330;30USC181 ET SE**  
**Case Type 312021: O&G LSE COMP PD -1987**  
**Commodity 459: OIL & GAS L**  
**Case Disposition: AUTHORIZED**

**Total Acres**  
**360.000**

**Serial Number**  
**NMNM-- - 094076**

Serial Number: NMNM-- - 094076

**Name & Address**

**Int Rel % Interest**

|                     |             |                      |        |               |
|---------------------|-------------|----------------------|--------|---------------|
| CHEVRON USA PROD CO | PO BOX 1635 | HOUSTON TX 772511635 | LESSEE | 100.000000000 |
|---------------------|-------------|----------------------|--------|---------------|

Serial Number: NMNM-- - 094076

| Mer Twp  | Rng   | Sec | STyp | SNr Suff | Subdivision | District/Resource Area | County | Mgmt Agency         |
|----------|-------|-----|------|----------|-------------|------------------------|--------|---------------------|
| 23 0250S | 0260E | 023 | ALIQ |          | NW;         | CARLSBAD FO            | EDDY   | BUREAU OF LAND MGMT |
| 23 0250S | 0260E | 026 | ALIQ |          | SWNW,SW;    | CARLSBAD FO            | EDDY   | BUREAU OF LAND MGMT |

Serial Number: NMNM-- - 094076

| Act Date   | Code | Action                   | Action Remarks         | Pending Office |
|------------|------|--------------------------|------------------------|----------------|
| 10/18/1994 | 387  | CASE ESTABLISHED         | 9410020                |                |
| 10/19/1994 | 191  | SALE HELD                |                        |                |
| 10/19/1994 | 267  | BID RECEIVED             | \$77400.00;            |                |
| 10/19/1994 | 392  | MONIES RECEIVED          | \$77400.00;            |                |
| 11/09/1994 | 237  | LEASE ISSUED             |                        |                |
| 11/09/1994 | 974  | AUTOMATED RECORD VERIF   |                        | GSB            |
| 12/01/1994 | 084  | RENTAL RECEIVED BY MMS   | \$540.00;21/MULTIPLE   |                |
| 12/01/1994 | 496  | FUND CODE                | 05;145003              |                |
| 12/01/1994 | 530  | RLTY RATE - 12 1/2%      |                        |                |
| 12/01/1994 | 868  | EFFECTIVE DATE           |                        |                |
| 12/02/1994 | 963  | CASE MICROFILMED         |                        | PAR            |
| 12/10/1994 | 600  | RECORDS NOTED            |                        |                |
| 11/13/1995 | 084  | RENTAL RECEIVED BY MMS   | \$540.00;21/0000000055 |                |
| 11/12/1996 | 084  | RENTAL RECEIVED BY MMS   | \$540.00;21/0000000076 |                |
| 11/10/1997 | 084  | RENTAL RECEIVED BY MMS   | \$540.00;21/0000450096 |                |
| 11/10/1998 | 084  | RENTAL RECEIVED BY MMS   | \$540.00;21/0000450115 |                |
| 11/12/1999 | 084  | RENTAL RECEIVED BY MMS   | \$720.00;21/450136     |                |
| 11/13/2000 | 084  | RENTAL RECEIVED BY MMS   | \$720.00;21/181        |                |
| 10/01/2004 | 246  | LEASE COMMITTED TO CA    | NMNM112734;            |                |
| 10/01/2004 | 660  | MEMO OF 1ST PROD-ALLOC   | /1/                    |                |
| 12/07/2004 | 791  | TERMINAT'N NOTICE ISSUED | CLASS I;               |                |
| 12/10/2004 | 284  | REINSTATEMENT FILED      | CLASS I;               |                |
| 01/27/2005 | 651  | HELD BY PROD - ALLOCATED | NMNM112734;            |                |
| 06/03/2005 | 643  | PRODUCTION DETERMINATION | /1/NMNM112734          |                |
| 06/07/2005 | 235  | EXTENDED                 | THRU 11/30/06;         |                |
| 06/07/2005 | 974  | AUTOMATED RECORD VERIF   | GSB                    |                |
| 06/21/2005 | 282  | REINSTATEMENT APPROVED   | CLASS I EFF 12/01/04;  |                |

**Line Nr**      **Remarks**

Serial Number: NMNM-- - 094076

NO WARRANTY IS MADE BY BLM  
FOR USE OF THE DATA FOR  
PURPOSES NOT INTENDED BY BLM



**DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENT  
CASE RECORDATION  
(MASS) Serial Register Page**

RunDate/Time: 11/23/09 10:30 AM

Page 1 of 4

**01 02-25-1920;041STAT0437;30USC181ETSEQ**  
**Case Type 311211: O&G LSE SIMO PUBLIC LAND**  
**Commodity 459: OIL & GAS L**  
**Case Disposition: AUTHORIZED**

**Total Acres**  
**2,560.000**

**Serial Number**  
**NMNM-- - 019423**

**Serial Number: NMNM-- - 019423**

| Name & Address               |                             |                      |                  |  | Int Rel    | % Interest |
|------------------------------|-----------------------------|----------------------|------------------|--|------------|------------|
| CHEVRON USA                  | 10 DESTA DR #79705          | MIDLAND TX 79701     | OPERATING RIGHTS |  | 0.00000000 |            |
| CHEVRON USA PROD CO          | PO BOX 1635                 | HOUSTON TX 772511635 | OPERATING RIGHTS |  | 0.00000000 |            |
| CIMAREX ENERGY CO            | 508 W WALL ST #600          | MIDLAND TX 79701     | OPERATING RIGHTS |  | 0.00000000 |            |
| CIMAREX ENERGY CO            | 600 N MARIENFELD ST STE 600 | MIDLAND TX 797014405 | OPERATING RIGHTS |  | 0.00000000 |            |
| ENSERCH EXPL INC             | 6688 N CENTRAL EXPY         | DALLAS TX 752063922  | OPERATING RIGHTS |  | 0.00000000 |            |
| EOG RESOURCES INC            | 333 CLAY ST #4200           | HOUSTON TX 77002     | LESSEE           |  | 0.00000000 |            |
| MAGNUM HUNTER PRODUCTION INC | 5215 N O'CONNER BLVD #1500  | IRVING TX 750393764  | OPERATING RIGHTS |  | 0.00000000 |            |
| MURCHISON OIL & GAS INC      | 1445 ROSS AVE #5300         | DALLAS TX 752022883  | LESSEE           |  | 0.00000000 |            |
| PENROC OIL CORP              | PO BOX 2769                 | HOBBS NM 88241       | OPERATING RIGHTS |  | 0.00000000 |            |
| POGO PRODUCING CO            | PO BOX 2504                 | HOUSTON TX 772522504 | LESSEE           |  | 0.00000000 |            |
| RICH BILL                    | 2509 WESTERN WAY            | CARLSBAD NM 88220    | OPERATING RIGHTS |  | 0.00000000 |            |
| RICH PATSY                   | 5103 OLD CAVERN RD          | CARLSBAD NM 88220    | OPERATING RIGHTS |  | 0.00000000 |            |
| RODEN W F                    | PO BOX 10909                | MIDLAND TX 79702     | OPERATING RIGHTS |  | 0.00000000 |            |

**Serial Number: NMNM-- - 019423**

| Mer Twp Rng Sec    | Sr   | Subdivision      | District/Resource Area | County | Mgmt Agency         |
|--------------------|------|------------------|------------------------|--------|---------------------|
| 23 0250S 0260E 009 | ALIQ | SENE;            | CARLSBAD FO            | EDDY   | BUREAU OF LAND MGMT |
| 23 0250S 0260E 010 | ALIQ | E2,E2NW,SWNW,SW; | CARLSBAD FO            | EDDY   | BUREAU OF LAND MGMT |
| 23 0250S 0260E 014 | ALL  | ALL;             | CARLSBAD FO            | EDDY   | BUREAU OF LAND MGMT |
| 23 0250S 0260E 015 | ALL  | ENTIRE SECTION   | CARLSBAD FO            | EDDY   | BUREAU OF LAND MGMT |
| 23 0250S 0260E 022 | ALIQ | NE;              | CARLSBAD FO            | EDDY   | BUREAU OF LAND MGMT |
| 23 0250S 0260E 023 | ALIQ | SW;              | CARLSBAD FO            | EDDY   | BUREAU OF LAND MGMT |
| 23 0250S 0260E 034 | ALIQ | N2;              | CARLSBAD FO            | EDDY   | BUREAU OF LAND MGMT |

**Serial Number: NMNM-- - 019423**  
**Pending Office**

| Act Date   | Code | Action              | Action Remarks       |
|------------|------|---------------------|----------------------|
| 08/26/1973 | 387  | CASE ESTABLISHED    | SPAR64;              |
| 08/27/1973 | 888  | DRAWING HELD        |                      |
| 10/01/1973 | 140  | ASGN FILED          | LACHANCE/CENTRAL SW  |
| 10/01/1973 | 140  | ASGN FILED          | LACHANCE/CTL SW      |
| 10/05/1973 | 237  | LEASE ISSUED        |                      |
| 10/24/1973 | 139  | ASGN APPROVED       | EFF 11/01/1973;      |
| 11/01/1973 | 496  | FUND CODE           | 05;145003            |
| 11/01/1973 | 530  | RLTY RATE - 12 1/2% |                      |
| 11/01/1973 | 868  | EFFECTIVE DATE      |                      |
| 01/25/1974 | 140  | ASGN FILED          | CTL SW OIL/CHALFANT  |
| 01/31/1974 | 140  | ASGN FILED          | LACHANCE/CTL SW CORR |
| 03/04/1974 | 139  | ASGN APPROVED       | 01EFF 02/01/1974;    |
| 03/04/1974 | 139  | ASGN APPROVED       | EFF 02/01/1974;      |
| 05/08/1974 | 140  | ASGN FILED          | CHALFANT/HNG OIL     |
| 11/18/1974 | 139  | ASGN APPROVED       | EFF 06/01/1974;      |
| 08/18/1975 | 140  | ASGN FILED          | CTL SW OIL/CHALFANT  |
| 08/21/1975 | 140  | ASGN FILED          | CHALFANT/MESA PETRO  |
| 08/25/1975 | 139  | ASGN APPROVED       | 01EFF 09/01/1975;    |
| 08/25/1975 | 139  | ASGN APPROVED       | 02EFF 09/01/1975;    |

**NO WARRANTY IS MADE BY BLM  
FOR USE OF THE DATA FOR  
PURPOSES NOT INTENDED BY BLM**

**JAMES BRUCE**  
ATTORNEY AT LAW

POST OFFICE BOX 1056  
SANTA FE, NEW MEXICO 87504

369 MONTEZUMA, NO. 213  
SANTA FE, NEW MEXICO 87501

(505) 982-2043 (Phone)  
(505) 660-6612 (Cell)  
(505) 982-2151 (Fax)

[jamesbruc@aol.com](mailto:jamesbruc@aol.com)

November 23, 2009

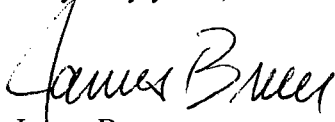
Certified Mail - Return Receipt Requested

Chevron U.S.A. Inc.  
11111 South Wilcrest  
Houston, Texas 77099

Ladies and gentlemen:

Cimarex Energy Co. of Colorado has filed an application with the New Mexico Oil Conservation Division seeking an unorthodox oil well location in the E½E½ of Section 22, Township 25 South, Range 26 East, N.M.P.M., Eddy County, New Mexico. A copy of the application is enclosed. If you object to the application, you must notify the Division in writing no later than 20 days from the date of this letter (the Division's address is 1220 South St. Francis Drive, Santa Fe, New Mexico 87505). Failure to object will preclude you from contesting this matter at a later date.

Very truly yours,

  
James Bruce

Attorney for Cimarex Energy Co. of Colorado

EXHIBIT **E**