

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

**APPLICATION OF CIMAREX
ENERGY CO. FOR COMPULSORY
POOLING, LEA COUNTY,
NEW MEXICO**

CASE NO. 20656

PRE-HEARING STATEMENT

Cimarex Energy Co. ("Cimarex") submits this Pre-Hearing Statement for the above-referenced case pursuant to the rules of the Oil Conservation Division.

APPEARANCES

APPLICANT

Cimarex Energy Co.

ATTORNEY

Earl E. DeBrine, Jr.
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OPPONENT

None Anticipated

ATTORNEY

STATEMENT OF CASE

In Case No. 20656, Cimarex Energy Co. seeks an order from the Division: (1) to the extent necessary, approving the creation of a 320-acre, more or less, Bone Spring spacing unit; and, (2) pooling all mineral interests in the Bone Spring formation underlying a horizontal spacing unit within the W/2 E/2 of Sections 21 and 28, Township 19 South, Range 34 East, NMPM, Lea County, New Mexico. This spacing unit will be dedicated to the **Mescalero Ridge 21 Fed Com 2H** well, to be horizontally drilled. The producing area for this well will be orthodox. Also to be

considered will be the cost of drilling and completing said well, the allocation of these costs as well as the actual operating costs and charges for supervision, designation of Cimarex as operator of the well, and a 200% charge for risk involved in drilling said well.

PROPOSED EVIDENCE

APPLICANT:

<u>WITNESS</u>	<u>ESTIMATED TIME</u>	<u>EXHIBITS</u>
Riley Morris – Landman	Approx. 15	Approx. 6
Staci Mueller – Geologist	Approx. 15	Approx. 5


PROCEDURAL ISSUES

Cimarex is not aware of an entry of appearance or request for continuance from any party in this matter. Accordingly, Cimarex does not anticipate any opposition to these cases and intends to present its evidence by affidavit.

Respectfully submitted,

MODRALL, SPERLING, ROEHL, HARRIS
& SISK, P.A.

By: _____


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