

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 NO. 14680

APPLICATION OF CIMAREX ENERGY COMPANY
FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO

ORIGINAL

REPORTER'S TRANSCRIPT OF PROCEEDINGS
EXAMINER HEARING

BEFORE: TERRY G. WARNELL, Hearing Examiner

July 21, 2011

Santa Fe, New Mexico

This matter came on for hearing before the
New Mexico Oil Conservation Division, TERRY G. WARNELL,
Hearing Examiner on Thursday, July 21, 2011, at the
New Mexico Energy, Minerals and Natural Resources
Department, 1220 South Street Francis Drive, Room 102,
Santa Fe, New Mexico.

REPORTED BY: Lisa Reinicke
PAUL BACA PROFESSIONAL COURT REPORTERS
500 Fourth Street, NW, Suite 105
Albuquerque, NM 87102

1 A P P E A R A N C E S

2 For the Applicant:

3 JAMES GARRETT BRUCE
 4 ATTORNEY AT LAW
 5 P.O. Box 1056
 Santa Fe, New Mexico 87504-1056
 (505) 982-2043

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7 I N D E X

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9 DIRECT EXAMINATION OF HAYDEN TRESNER 3

10 CERTIFICATE OF COMPLETION OF DEPOSITION 8

11 EXHIBITS MARKED/IDENTIFIED

12 1. Land Plat 4

13 2. Application for Permit to Drill 4

14 3. April 8, 2011 Letter 4

15 4. May 4, 2011 E-Mail 4

16 5. Authorization for Expenditure 4

17 6. Affidavit of Notice 4

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1 HEARING OFFICER WARNELL: So moving right
2 along, Case 14680, application of Cimarex Energy Company
3 for compulsory pooling, Eddy County, New Mexico.

4 Call for appearances.

5 MR. BRUCE: Mr. Examiner, Jim Bruce of
6 Santa Fe representing the applicants.

7 HEARING OFFICER WARNELL: Good morning,
8 Mr. Bruce.

9 MR. BRUCE: I have one witness, and the
10 record should reflect it's Mr. Hayden Tresner who was
11 previously sworn and qualified.

12 HAYDEN TRESNER

13 after having been first duly sworn under oath,
14 was questioned and testified as follows:

15 DIRECT EXAMINATION

16 BY MR. BRUCE:

17 Q. Mr. Tresner, what is the well unit and the well
18 name in this application?

19 A. It's highlighting the southeast quarter of the
20 southwest quarter, which will be the spacing unit
21 dedicated to the Alaska 29 Fee Number 5 Well.

22 Q. And the target formation is the same?

23 A. Glorieta Yeso.

24 Q. And the same two parties are being pooled, Pitch
25 Energy and COG?

1 A. That is correct.

2 Q. And your exhibits contain copies of your written
3 correspondence and e-mail correspondence with those
4 companies?

5 A. Yes.

6 Q. And the well costs are the same as in the
7 previous case and the overhead rates are the same?

8 A. That is correct.

9 Q. And in your opinion, is the granting of this
10 application in the interest of conservation and the
11 prevention of waste?

12 A. Yes.

13 Q. And were Exhibits 1 through 6 prepared by you or
14 compiled from company business records?

15 A. Yes.

16 MR. BRUCE: Mr. Examiner, I move the
17 admission of Exhibits 1 through 6.

18 HEARING OFFICER WARNELL: Exhibits 1 through
19 6 are admitted.

20 [Exhibits 1 through 6 admitted.]

21 MR. BRUCE: I have nothing further of the
22 witness.

23 HEARING OFFICER WARNELL: I have no
24 questions. So Case Number 14680 will be taken under
25 advisement.

[Case 14680 taken under advisement.]

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I do hereby certify that the foregoing is
a complete record of the proceedings in
the Examiner hearing of Case No. _____,
heard by me on _____.

_____, Examiner
Oil Conservation Division

REPORTER'S CERTIFICATE

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3 I, Lisa Reinicke, New Mexico Provisional
4 Reporter, License #P-405, working under the direction
5 and direct supervision of Paul Baca, New Mexico CCR
6 License #112, Official Court Reporter for the US
7 District Court, District of New Mexico, do hereby
8 certify that I reported the foregoing proceedings in
9 stenographic shorthand and that the foregoing pages are
10 a true and correct transcript of those proceedings and
11 was reduced to printed form under my direct supervision.

12 I FURTHER CERTIFY that I am neither employed by
13 nor related to any of the parties or attorneys in this
14 case and that I have no interest whatsoever in the final
15 disposition of this case in any court.

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Lisa R. Reinicke,
Provisional License P-405
License expires: 8/21/2011

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22 Ex count:

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