

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

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AMENDED APPLICATION OF CIMAREX
ENERGY COMPANY FOR A NON-STANDARD
GAS SPACING AND PRORATION UNIT,
COMPULSORY POOLING AND TWO NON-STANDARD
LOCATIONS, EDDY COUNTY, NEW MEXICO.

CASE NO. 15188

CIMAREX'S PRE-HEARING STATEMENT

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

APPEARANCES

APPLICANT

Cimarex Energy Company of Colorado
600 N. Marienfeld, Ste. 600
Midland, Texas 79701

ATTORNEY

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OPPONENT

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ATTORNEY

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Diamond Star Production Co. LLC
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INTERESTED PARTY

CL&F Resources LP
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ATTORNEY

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STATEMENT OF CASE

APPLICANT:

Applicant in the above-styled cause seeks an order approving two non-standard locations, a non-standard spacing and proration unit and pooling all uncommitted working and mineral interests in the Wolfcamp formation underlying the W/2 of Section 14, Township 25 South, Range 28 East, NMPM, Eddy County, New Mexico.

Cimarex seeks an order from the Division: (1) creating a 320-acre, more or less, gas spacing and proration unit in the Yeso formation, comprised of the W/2 of Section 14, Township 25 South, Range 28 East, NMPM, Eddy County, New Mexico; (2) pooling all mineral interests in the Wolfcamp formation underlying this proposed non-standard spacing and proration unit; and (3) approving two non-standard locations for the first and last perforations of the producing interval. This proposed non-standard spacing and proration unit will be the project area for the Riverbend 14 Fed. Com. No. 2H well, to be horizontally drilled. This well is subject to the wildcat gas well acreage and well location requirements, NMAC 19.15.15.10(B) (pool code 97949). These rules call for 320 acre spacing units and 660-foot setbacks. Cimarex seeks approval of two non-standard locations for the producing interval, such that completed interval for this well will be 330 feet from both the North and the South project boundary lines.

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. The proposed well is located approximately 22 miles southwest of Carlsbad, New Mexico.

OPPONENT:

INTERESTED PARTY:

PROPOSED EVIDENCE

APPLICANT:

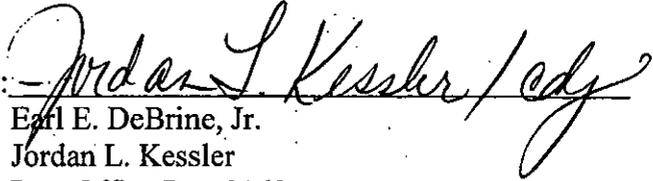
<u>WITNESS</u>	<u>ESTIMATED TIME</u>	<u>EXHIBITS</u>
Jordan Jenkins – Landman	Approx. 20	Approx. 10
Kim Nordstog – Geologist	Approx. 20	Approx. 5
Steve Heitzman – Drilling Engineer	Approx. 20	Approx. 5

PROCEDURAL MATTERS

Cimarex does not have any procedural matters at this time.

Respectfully submitted,

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

By: 

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**ATTORNEYS FOR CIMAREX ENERGY COMPANY OF
COLORADO**

Certificate of Service

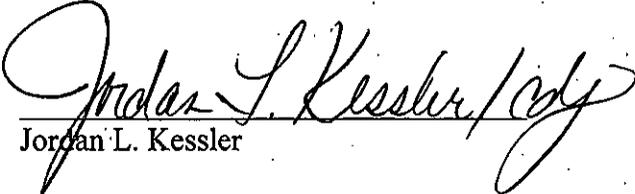
I hereby certify that a true and correct copy of this Pre-Hearing Statement was emailed on September 11, 2014 to:

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