

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

**APPLICATION OF CIMAREX
ENERGY CO. FOR APPROVAL OF
A HORIZONTAL SPACING UNIT
AND COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO.**

CASE NO. 20162

CIMAREX'S 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. of Colorado

ATTORNEY

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OPPONET

Devon Energy Corporation

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STATEMENT OF CASE

Applicant seeks an order from the Division: : (1) to the extent necessary, approving the creation of a 160-acre, more or less, Bone Spring horizontal spacing unit; and, (2) pooling all mineral interests within a Bone Spring horizontal spacing unit underlying the W/2 W/2 of Section 13, Township 24 South, Range 32 East, NMPM, Lea County, New Mexico. This horizontal spacing unit will be dedicated to the **Dos Equis 13 Federal Com 10H 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

CIMAREX:

<u>WITNESS</u>	<u>ESTIMATED TIME</u>	<u>EXHIBITS</u>
Cody Elliott – Landman	Approx. 20	Approx. 6
Lauren Copley – Geologist	Approx. 15	Approx. 4
Adam Meeks - Petroleum Engineer	Approx. 15	Approx. 4

PROCEDURAL ISSUES

There are competing applications filed by Cimarex and Devon Energy Production Company for Bone Spring and Wolf Camp horizontal spacing units which comprise portions of Sections 12, 13, 24 and 25 of T.24S, R32E and the parties are discussing the continuance of this case for a consolidated hearing with those cases in March or April.

Respectfully submitted,

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

By: 

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Attorneys for Applicant Cimarex Energy Co.

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing was served on the following counsel of record by electronic mail on February 14, 2019:

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