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

CASE NO. 20395

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

CASE NO. 20396

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

CASE NO. 20397

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

CASE NO. 20398

AFFIDAVIT

STATE OF NEW MEXICO)
)ss.
COUNTY OF BERNALILLO)

Earl E. DeBrine, Jr., attorney in fact and authorized representative of Cimarex Energy Co., the Applicant herein, being first duly sworn, upon oath, states that the above-referenced Applications were provided under the notice letters and that proof of receipts are attached hereto. Cimarex Energy Co. has conducted a good faith, diligent effort to find the names and correct addresses for the interest owners entitled to receive notice of the application filed herein.

Earl E. DeBrine, Jr.

CIMAREX

SUBSCRIBED AND SWORN to before me this 29th day of May, 2019 by Earl E.

DeBrine, Jr.

SEAL

Motary Public

My commission expires: 07-72-7072

W3395161.DOCX



March 13, 2019

VIA CERTIFIED MAIL - RETURN RECEIPT REQUESTED

TO: AFFECTED PARTIES

Earl E. DeBrine, Jr. 505.848.1810 Fax: 505.848.1891 edebrine@modrall.com

This letter is to advise you that Cimarex Energy Co. has filed the enclosed applications with the New Mexico Oil Conservation Division:

CASE NO. _____: Application of Cimarex Energy Co. for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order from the Division pooling all uncommitted mineral interests within a Bone Spring horizontal spacing unit underlying the N/2 N/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. This spacing unit will be dedicated to the Parkway 15-14 North State Com 1H 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.

CASE NO. ____: Application of Cimarex Energy Co. for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order from the Division pooling all uncommitted mineral interests within a Bone Spring horizontal spacing unit underlying the S/2 N/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. This spacing unit will be dedicated to the Parkway 15-14 North State 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.

CASE NO. ____: Application of Cimarex Energy Co. for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order from the Division pooling all uncommitted mineral interests within a Bone Spring horizontal spacing unit underlying the N/2 S/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. This spacing unit will be dedicated to the Parkway 15-14 South State Com 1H 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.

Modrall Sperling Roehl Harris & Sisk P.A

Bank of America Centre 500 Fourth Street NW Suite 1000 Albuquerque, New Mexico 87102

PO Box 2168 Albuquerque, New Mexico 87103-2168

Tel: 505.848.1800 www.modrall.com AFFECTED PARTIES Cimarex / Parkway 15-14 March 13, 2019 Page 2

CASE NO. _____: Application of Cimarex Energy Co. for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order from the Division pooling all uncommitted mineral interests within a Bone Spring horizontal spacing unit underlying the S/2 S/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. This spacing unit will be dedicated to the Parkway 15-14 South State 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.

These applications have been set for hearing before a Division Examiner at 8:15 a.m. on **April 4, 2019** or a special hearing date to be determined. The hearing will be held in Porter Hall in the Oil Conservation Division's Santa Fe Office located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. As a party who may be affected by this amended application, we are notifying you of your right to appear at the hearing and participate in this case, including the right to present evidence either in support of or in opposition to the amended application. Failure to appear at the hearing may preclude you from any involvement in this case at a later date.

You are further notified that if you desire to appear in this case, then you are requested to file a Pre-Hearing Statement with the Division at least four business days in advance of a scheduled hearing before the Division or the Commission, but in no event later than 5:00 p.m. mountain time, on the Thursday preceding the scheduled hearing date, with a copy delivered to the undersigned.

Sinceret

Earl E. DeBrine, Jr.

Attorney for Applicant

EED/kta/Y:\dox\client\82762\0180\DRAFTS\W3381309.DOCX

Enclosures

cc w/encl.: Lance D. Hough

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

CASE NO.	
CASE NO.	

APPLICATION

Cimarex Energy Co. ("Cimarex"), OGRID Number 215099, through its undersigned attorneys, hereby makes an application to the Oil Conservation Division pursuant to the provisions of NMSA (1978), Section 70-2-17, for an order pooling all uncommitted mineral interests within a Bone Spring horizontal spacing unit underlying the N/2 N/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. In support of this application, Cimarex states as follows:

- 1. Cimarex is an interest owner in the subject lands and has a right to drill a well thereon.
- 2. Cimarex seeks to dedicate the N/2 N/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico to form a 320-acre, more or less, spacing unit.
- 3. Cimarex plans to drill the **Parkway 15-14 North State Com 1H** well to a depth sufficient to test the Bone Spring formation. This well is a horizontal well with a surface location 1130' FNL and 390' FWL of Section 15 Township 19 South, Range 29 East, Eddy County, and the intended bottom hole location is 635' FNL and 100' FEL of Section 14, Township 19 South, Range 29 East, Eddy County. This well is proposed to be drilled vertically to a depth of approximately 8,840' to the Bone Spring formation and laterally in a easterly direction within the formation to the referenced bottom hole location.

- 4. This well will be located within the Turkey Track; Bone Spring (Pool Code 60660) and will comply with the Division's setback requirements.
- 5. Cimarex sought, but has been unable to obtain, a voluntary agreement from all interest owners in the Bone Spring formation underlying the proposed spacing unit to participate in the drilling of the well or to otherwise commit their interests to the well.
- 6. The creation of a horizontal spacing unit and the pooling of all interests in the Bone Spring formation underlying the proposed unit will prevent the drilling of unnecessary wells, prevent waste and protect correlative rights.

- A. Creating a horizontal spacing unit in the Bone Spring formation comprised of N/2 N/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico;
- B. Pooling all mineral interests in the Bone Spring formation underlying a horizontal spacing unit within the N/2 N/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico;
- C. Designating Cimarex as operator of this unit and the well to be drilled thereon;
- D. Authorizing Cimarex to recover its costs of drilling, equipping and completing this well;
- E. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure;

Respectfully submitted,

MODRALL, SPERLING, ROEHL, HARRIS

& SISK, P.A.

By:

Earl E. DeBrine, Jr.

Lance D. Hough

Post Office Box 2168

500 Fourth Street NW, Suite 1000

Albuquerque, New Mexico 87103-2168

Telephone: 505.848.1800 edebrine@modrall.com

ldh@modrall.com

Attorneys for Applicant

W3369412.DOCX

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

CASE NO.	
CHUL IVO.	

APPLICATION

Cimarex Energy Co. ("Cimarex"), OGRID Number 215099, through its undersigned attorneys, hereby makes an application to the Oil Conservation Division pursuant to the provisions of NMSA (1978), Section 70-2-17, for an order pooling all uncommitted mineral interests within a Bone Spring horizontal spacing unit underlying the S/2 N/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. In support of this application, Cimarex states as follows:

- 1. Cimarex is an interest owner in the subject lands and has a right to drill a well thereon.
- 2. Cimarex seeks to dedicate the S/2 N/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico to form a 320-acre, more or less, spacing unit.
- 3. Cimarex plans to drill the **Parkway 15-14 North State Com 2H** well to a depth sufficient to test the Bone Spring formation. This well is a horizontal well with a surface location 1150' FNL and 390' FWL of Section 15 Township 19 South, Range 29 East, Eddy County, and the intended bottom hole location is 1915' FNL and 100' FEL of Section 14, Township 19 South, Range 29 East, Eddy County. This well is proposed to be drilled vertically to a depth of approximately 8,840' to the Bone Spring formation and laterally in a easterly direction within the formation to the referenced bottom hole location.

- 4. This well will be located within the Turkey Track; Bone Spring (Pool Code 60660) and will comply with the Division's setback requirements.
- 5. Cimarex sought, but has been unable to obtain, a voluntary agreement from all interest owners in the Bone Spring formation underlying the proposed spacing unit to participate in the drilling of the well or to otherwise commit their interests to the well.
- 6. The creation of a horizontal spacing unit and the pooling of all interests in the Bone Spring formation underlying the proposed unit will prevent the drilling of unnecessary wells, prevent waste and protect correlative rights.

- A. Creating a horizontal spacing unit in the Bone Spring formation comprised of S/2 N/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico;
- B. Pooling all mineral interests in the Bone Spring formation underlying a horizontal spacing unit within the S/2 N/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico;
- C. Designating Cimarex as operator of this unit and the well to be drilled thereon;
- D. Authorizing Cimarex to recover its costs of drilling, equipping and completing this well;
- E. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure;

Respectfully submitted,

MODRALL, SPERLING, ROEHL, HARRIS

& SISK, P.A.

By:

Barl E. DeBrine, Jr.

Lance D. Hough

Post Office Box 2168

500 Fourth Street NW, Suite 1000

Albuquerque, New Mexico 87103-2168

Telephone: 505.848.1800 edebrine@modrall.com

ldh@modrall.com

Attorneys for Applicant

W3369414.DOCX

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

CASE NO.	
CASE NO.	

APPLICATION

Cimarex Energy Co. ("Cimarex"), OGRID Number 215099, through its undersigned attorneys, hereby makes an application to the Oil Conservation Division pursuant to the provisions of NMSA (1978), Section 70-2-17, for an order pooling all uncommitted mineral interests within a Bone Spring horizontal spacing unit underlying the N/2 S/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. In support of this application, Cimarex states as follows:

- 1. Cimarex is an interest owner in the subject lands and has a right to drill a well thereon.
- 2. Cimarex seeks to dedicate the N/2 S/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico to form a 320-acre, more or less, spacing unit.
- 3. Cimarex plans to drill the **Parkway 15-14 South State Com 1H** well to a depth sufficient to test the Bone Spring formation. This well is a horizontal well with a surface location 1420' FSL and 390' FWL of Section 15 Township 19 South, Range 29 East, Eddy County, and the intended bottom hole location is 2085' FSL and 100' FEL of Section 14, Township 19 South, Range 29 East, Eddy County. This well is proposed to be drilled vertically to a depth of approximately 8,840' to the Bone Spring formation and laterally in a easterly direction within the formation to the referenced bottom hole location.

- 4. This well will be located within the Turkey Track; Bone Spring (Pool Code 60660) and will comply with the Division's setback requirements.
- 5. Cimarex sought, but has been unable to obtain, a voluntary agreement from all interest owners in the Bone Spring formation underlying the proposed spacing unit to participate in the drilling of the well or to otherwise commit their interests to the well.
- 6. The creation of a horizontal spacing unit and the pooling of all interests in the Bone Spring formation underlying the proposed unit will prevent the drilling of unnecessary wells, prevent waste and protect correlative rights.

- A. Creating a horizontal spacing unit in the Bone Spring formation comprised of N/2 S/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico:
- B. Pooling all mineral interests in the Bone Spring formation underlying a horizontal spacing unit within the N/2 S/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico;
- C. Designating Cimarex as operator of this unit and the well to be drilled thereon;
- D. Authorizing Cimarex to recover its costs of drilling, equipping and completing this well;
- E. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure;

Respectfully submitted,

MODRALL, SPERLING, ROEHL, HARRIS

& SISK PA.

By:

Harl E. DeBrine, Jr.

Lance D. Hough

Post Office Box 2168

500 Fourth Street NW, Suite 1000

Albuquerque, New Mexico 87103-2168

Telephone: 505.848.1800 edebrine@modrall.com

ldh@modrall.com

Attorneys for Applicant

W3369400.DOCX

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

CASE NO.	
CASE NO.	

APPLICATION

Cimarex Energy Co. ("Cimarex"), OGRID Number 215099, through its undersigned attorneys, hereby makes an application to the Oil Conservation Division pursuant to the provisions of NMSA (1978), Section 70-2-17, for an order pooling all uncommitted mineral interests within a Bone Spring horizontal spacing unit underlying the S/2 S/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. In support of this application, Cimarex states as follows:

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- 2. Cimarex seeks to dedicate the S/2 S/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico to form a 320-acre, more or less, spacing unit.
- 3. Cimarex plans to drill the **Parkway 15-14 South State Com 2H** well to a depth sufficient to test the Bone Spring formation. This well is a horizontal well with a surface location 1400' FSL and 390' FWL of Section 15 Township 19 South, Range 29 East, Eddy County, and the intended bottom hole location is 805' FSL and 100' FEL of Section 14, Township 19 South, Range 29 East, Eddy County. This well is proposed to be drilled vertically to a depth of approximately 8,840' to the Bone Spring formation and laterally in a easterly direction within the formation to the referenced bottom hole location.

- 4. This well will be located within the Turkey Track; Bone Spring (Pool Code 60660) and will comply with the Division's setback requirements.
- 5. Cimarex sought, but has been unable to obtain, a voluntary agreement from all interest owners in the Bone Spring formation underlying the proposed spacing unit to participate in the drilling of the well or to otherwise commit their interests to the well.
- 6. The creation of a horizontal spacing unit and the pooling of all interests in the Bone Spring formation underlying the proposed unit will prevent the drilling of unnecessary wells, prevent waste and protect correlative rights.

- A. Creating a horizontal spacing unit in the Bone Spring formation comprised of S/2 S/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico;
- B. Pooling all mineral interests in the Bone Spring formation underlying a horizontal spacing unit within the S/2 S/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico;
- C. Designating Cimarex as operator of this unit and the well to be drilled thereon;
- D. Authorizing Cimarex to recover its costs of drilling, equipping and completing this well;
- E. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure;

Respectfully submitted,

MODRALL, SPERLING, ROEHL, HARRIS

& SISK, P.A.

By:

Barl E. DeBrine, Jr.

Lance D. Hough

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Telephone: 505.848.1800 edebrine@modrall.com

ldh@modrall.com

Attorneys for Applicant

PS Form 3877

Type of Mailing: CERTIFIED 03/13/2019

Kathleen Allen Modrall Sperling Roehl Harris & Sisk, P.A. P.O. Box 2168 Albuquerque NM 87103-2168





Firm Mailing Book ID: 162608

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Postage	\$1.30	\$1.30	\$1.30	\$1.30	\$1.30	\$1.30	87.80	
Name, Street & P.O. Address	COG Operating LLC 600 W. Illinois Avenue Midland TX 79701	Dugan Production Company P.O. Box 420 Farmington NM 87499-0420	Hollis Galesi 30 Galesi Drive Wavne NJ 07407	Hunt Oil Company 1900 N. Akard Street Dallas TX 75201	U.S. Trust Company of Florida Savings Bank Trustee for Jessie Galesi Trust 11538 Chiquita St. Studio City OK 91604	State of New Mexico Bureau of Land Management 301 Dinosaur Trail Santa Fe NM 87508	Totals;	ces Postmaster: Dated:
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April 30, 2019

VIA CERTIFIED MAIL - RETURN RECEIPT REQUESTED

TO: AFFECTED PARTIES

Earl E. DeBrine, Jr. 505.848.1810 Fax: 505.848.1891 edebrine@modrall.com

This letter is to advise you that Cimarex Energy Co. has filed the enclosed applications with the New Mexico Oil Conservation Division:

CASE NO. 20395: Application of Cimarex Energy Co. for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order from the Division pooling all uncommitted mineral interests within a Bone Spring horizontal spacing unit underlying the N/2 N/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. This spacing unit will be dedicated to the Parkway 15-14 North State Com 1H 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.

CASE NO. 20396: Application of Cimarex Energy Co. for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order from the Division pooling all uncommitted mineral interests within a Bone Spring horizontal spacing unit underlying the S/2 N/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. This spacing unit will be dedicated to the Parkway 15-14 North State 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.

CASE NO. 20397: Application of Cimarex Energy Co. for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order from the Division pooling all uncommitted mineral interests within a Bone Spring horizontal spacing unit underlying the N/2 S/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. This spacing unit will be dedicated to the Parkway 15-14 South State Com 1H 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.

Modrall Sperling Roehl Harris & Sisk P.A.

Bank of America Centre 500 Fourth Street NW Suite 1000 Albuquerque, New Mexico 87102

PO Box 2168 Albuquerque, New Mexico 87103-2168

Tel: 505.848.1800 www.modrall.com AFFECTED PARTIES Cimarex / Parkway 15-14 April 30, 2019 Page 2

CASE NO. 20398: Application of Cimarex Energy Co. for compulsory pooling, Eddy County, New Mexico. Applicant seeks an order from the Division pooling all uncommitted mineral interests within a Bone Spring horizontal spacing unit underlying the S/2 S/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. This spacing unit will be dedicated to the Parkway 15-14 South State 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.

These applications were originally set for hearing on before a Division Examiner at 8:15 a.m. on April 4, 2019. At that hearing, evidence was presented but the case was continued and will be held open to provide the opportunity for any interest owner who did not receive notice to appear at a further hearing to be held May 30, 2019. This hearing will be held in Porter Hall in the Oil Conservation Division's Santa Fe Office located at 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505. As a party who may be affected by this amended application, we are notifying you of your right to appear at the hearing and participate in this case, including the right to present evidence either in support of or in opposition to the amended application. Failure to appear at the hearing may preclude you from any involvement in this case at a later date.

You are further notified that if you desire to appear in this case, then you are requested to file a Pre-Hearing Statement with the Division at least four business days in advance of a scheduled hearing before the Division or the Commission, but in no event later than 5:00 p.m. mountain time, on the Thursday preceding the scheduled hearing date, with a copy delivered to the undersigned.

Sincerel

Earl E. DeBrine, Jr.

Attorney for Applicant

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Enclosures

cc w/encl.: Lance D. Hough

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

CASE NO. 20395

APPLICATION

Cimarex Energy Co. ("Cimarex"), OGRID Number 215099, through its undersigned attorneys, hereby makes an application to the Oil Conservation Division pursuant to the provisions of NMSA (1978), Section 70-2-17, for an order pooling all uncommitted mineral interests within a Bone Spring horizontal spacing unit underlying the N/2 N/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. In support of this application, Cimarex states as follows:

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 Range 29 East, NMPM, Eddy County, New Mexico to form a 320-acre, more or less, spacing unit.
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- 4. This well will be located within the Turkey Track; Bone Spring (Pool Code 60660) and will comply with the Division's setback requirements.
- 5. Cimarex sought, but has been unable to obtain, a voluntary agreement from all interest owners in the Bone Spring formation underlying the proposed spacing unit to participate in the drilling of the well or to otherwise commit their interests to the well.
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- D. Authorizing Cimarex to recover its costs of drilling, equipping and completing this well;
- E. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure;

Respectfully submitted.

MODRALL, SPERLING, ROEHL, HARRIS

& SISK, P.A.

By:

Earl H. DeBrine, Jr. Lance D. Hough

Post Office Box 2168

500 Fourth Street NW, Suite 1000

Albuquerque, New Mexico 87103-2168

Telephone: 505.848.1800 edebrine at modrall.com

ldh a modrall.com

Attorneys for Applicant

W3369412.DOCX

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

CASE NO. 20396

APPLICATION

Cimarex Energy Co. ("Cimarex"), OGRID Number 215099, through its undersigned attorneys, hereby makes an application to the Oil Conservation Division pursuant to the provisions of NMSA (1978), Section 70-2-17, for an order pooling all uncommitted mineral interests within a Bone Spring horizontal spacing unit underlying the S/2 N/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. In support of this application, Cimarex states as follows:

- 1. Cimarex is an interest owner in the subject lands and has a right to drill a well thereon.
- 2. Cimarex seeks to dedicate the S/2 N/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico to form a 320-acre, more or less, spacing unit.
- 3. Cimarex plans to drill the **Parkway 15-14 North State Com 2H** well to a depth sufficient to test the Bone Spring formation. This well is a horizontal well with a surface location 1150' FNL and 390' FWL of Section 15 Township 19 South, Range 29 East, Eddy County, and the intended bottom hole location is 1915' FNL and 100' FEL of Section 14, Township 19 South, Range 29 East, Eddy County. This well is proposed to be drilled vertically to a depth of approximately 8,840' to the Bone Spring formation and laterally in a easterly direction within the formation to the referenced bottom hole location.

- 4. This well will be located within the Turkey Track; Bone Spring (Pool Code 60660) and will comply with the Division's setback requirements.
- 5. Cimarex sought, but has been unable to obtain, a voluntary agreement from all interest owners in the Bone Spring formation underlying the proposed spacing unit to participate in the drilling of the well or to otherwise commit their interests to the well.
- 6. The creation of a horizontal spacing unit and the pooling of all interests in the Bone Spring formation underlying the proposed unit will prevent the drilling of unnecessary wells, prevent waste and protect correlative rights.

- A. Creating a horizontal spacing unit in the Bone Spring formation comprised of S/2 N/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico;
- B. Pooling all mineral interests in the Bone Spring formation underlying a horizontal spacing unit within the S/2 N/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico;
- C. Designating Cimarex as operator of this unit and the well to be drilled thereon:
- D. Authorizing Cimarex to recover its costs of drilling, equipping and completing this well;
- E. Approving actual operating charges and costs charged for supervision, together with a provision adjusting the rates pursuant to the COPAS accounting procedure;

Respectfully submitted.

MODRALL, SPERLING, ROEHL, HARRIS

& SISK, P.A.

Bv:

Barl E. DeBrine, Jr. Lance D. Hough

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500 Fourth Street NW, Suite 1000

Albuquerque, New Mexico 87103-2168

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Attorneys for Applicant

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

CASE NO. 20397

APPLICATION

Cimarex Energy Co. ("Cimarex"), OGRID Number 215099, through its undersigned attorneys, hereby makes an application to the Oil Conservation Division pursuant to the provisions of NMSA (1978), Section 70-2-17, for an order pooling all uncommitted mineral interests within a Bone Spring horizontal spacing unit underlying the N/2 S/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico. In support of this application, Cimarex states as follows:

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- 2. Cimarex seeks to dedicate the N/2 S/2 of Sections 14 and 15, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico to form a 320-acre, more or less, spacing unit.
- 3. Cimarex plans to drill the **Parkway 15-14 South State Com 1H** well to a depth sufficient to test the Bone Spring formation. This well is a horizontal well with a surface location 1420' FSL and 390' FWL of Section 15 Township 19 South, Range 29 East, Eddy County, and the intended bottom hole location is 2085' FSL and 100' FEL of Section 14, Township 19 South, Range 29 East, Eddy County. This well is proposed to be drilled vertically to a depth of approximately 8,840' to the Bone Spring formation and laterally in a easterly direction within the formation to the referenced bottom hole location.

- 4. This well will be located within the Turkey Track: Bone Spring (Pool Code 60660) and will comply with the Division's setback requirements.
- 5. Cimarex sought, but has been unable to obtain, a voluntary agreement from all interest owners in the Bone Spring formation underlying the proposed spacing unit to participate in the drilling of the well or to otherwise commit their interests to the well.
- 6. The creation of a horizontal spacing unit and the pooling of all interests in the Bone Spring formation underlying the proposed unit will prevent the drilling of unnecessary wells, prevent waste and protect correlative rights.

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Attorneys for Applicant

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

CASE NO. 20398

APPLICATION

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Respectfully submitted,

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Zina Crum Modrall Sperling 500 4th Street NW Suite 1000 Albuquerque NM 87102

PS Form 3877

Type of Mailing: CERTIFIED MAIL 04/30/2019



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