

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. 14681

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

A P P E A R A N C E S

For the Applicant:

JAMES GARRETT BRUCE
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Santa Fe, New Mexico 87504-1056
(505) 982-2043

I N D E X

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CERTIFICATE OF COMPLETION OF DEPOSITION 5

EXHIBITS MARKED/IDENTIFIED

1. Land Plat 5

2. Application for Permit to Drill 5

3. April 8, 2011 Letter 5

4. May 4, 2011 E-Mail 5

5. Authorization for Expenditure 5

6. Affidavit of Notice 5

1 HEARING OFFICER WARNELL: The next case,
2 Case Number 14681, 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 applicant. I have one
7 witness, Mr. Tresner, who has been previously sworn and
8 qualified.

9 HAYDEN TRESNER
10 after having been first duly sworn under oath,
11 was questioned and testified as follows:

12 DIRECT EXAMINATION

13 BY MR. BRUCE

14 Q. Mr. Tresner, looking at this application, what is
15 the well unit and the well name?

16 A. It's highlighting the southwest of the southeast
17 quarter of section 29, which will be the spacing unit
18 dedicated to the Alaska 29 Fee Number 6 Well.

19 Q. And you seek to pool to the base of the Glorieta
20 Yeso formation?

21 A. Yes.

22 Q. And as with the other wells, there is an approved
23 APD in the exhibit package?

24 A. That is correct.

25 Q. And the exhibits contain your correspondence with

1 COG/Pitch Energy, the parties you're pooling?

2 A. Yes.

3 Q. And the well costs are virtually identical and
4 the overhead rates are the same as in the prior cases?

5 A. They are, correct.

6 Q. And in your opinion, is the granting of this
7 application in the interest of conservation and the
8 prevention of waste?

9 A. Yes.

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

12 A. Yes.

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

15 HEARING OFFICER WARNELL: Exhibits 1 through
16 6 are admitted.

17 [Exhibits 1 through 6 admitted.]

18 MR. BRUCE: I have nothing further of the
19 witness.

20 HEARING OFFICER WARNELL: I have no question
21 questions. Thank you very much. Case number 14681 will
22 be taken under advisement. That concludes then the
23 docket number 19-11.

24 [Case 14681 taken under advisement. I do hereby certify that the foregoing is
25 a complete record of the proceedings in the Examiner hearing of Case No. _____
heard by me on _____]

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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