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

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

Case No. 14703 Case No. 14704 Case No. 14705 Case No. 14698 RECEIVED OCD 2011 July 28 P 3: 09

MOTION TO CONTINUE

COG Operating, LLC ("Concho") moves the Division to continue the above referenced pooling applications currently scheduled for the August 4th Division docket, to the September 1, 2011, hearing docket. In support of this motion, Concho states:

- 1. In Case Nos. 14703, 14704, 14705 and 14698, Cimarex Energy Company ("Cimarex") seeks an order pooling all mineral interests to form 40-acre oil spacing and proration units for the development of the Glorieta-Yeso formation underlying the SE/4 of Section 6, Township 19 South, Range 26 East, NMPM, Eddy County, New Mexico. Cimarex proposes to drill four <u>vertical</u> wells in each quarter quarter of the SE/4 at what are described as "unorthodox" well locations.
- 2. Concho has recently acquired mineral interests in the SE/4 of Section 6 and has submitted <u>horizontal</u> well proposals to the mineral interest owners in the Glorieta-Yeso formation underlying the SE/4 of Section 6.
- 3. Since Concho only recently acquired its mineral interests in the SE/4 of Section 6, Concho did not receive any prior well proposals from Cimarex, did not receive notice of these pooling applications, and has not engaged in any discussions with Cimarex over these competing development plans.