STATE OF NEW MEXICO ()()) ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION 2017 MAY - 3 P 4: 41

APPLICATION OF CIMAREX ENERGY CO. OF COLORADO FOR DESIGNATION OF A NON-STANDARD SPACING UNIT AND FOR COMPULSORY POOLING LEA COUNTY, NEW MEXICO [Lynch 32 Federal No. 2-H Well-E/2E/2 Sec 23]

CASE 14582 ORDER R-13357

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CIMAREX'S PRE-HEARING STATEMENT

Cimarex Energy Co. of Colorado ("Cimarex") submits their pre-hearing statement as required by the New Mexico Oil Conservation Commission.

APPEARANCES OF THE PARTIES

ORIGINAL APPLICANT

ATTORNEY

Cimarex Energy Co. of Colorado 600 N. Marienfeld St., Suite 600 Midland, TX 79701

Attn: Mark Compton 432-471-7800 Fax: 505-216-2780 Thomas Kellahin, Esq. 706 Gonzales Road Santa Fe, New Mexico 87501 phone: 505-982-4285 Email: <u>tkellahin@comcast.net</u>

and

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NMOCD Case 14582 Cimarex's Pre-Hearing Statement Page 1

OPPONENT

ATTORNEY

Nearburg Producing Company

Michael Feldewert, Esq. Holland & Hart 110 North Guadalupe Santa Fe, NM 87501 Phone 505-988-4421

CIMAREX'S STATEMENT OF THE CASE

Nearburg has filed a motion to reopen this case for an addition hearing of the effect and meaning of a compulsory pooling order R-13357, an order entered more than one year ago, on February 7, 2011 in which it was a party and appeared at the hearing in January 6, 2011.

The Division has set Nearburg's motion for oral argument on May 10, 2012. Nearburg should not be allowed to turn this motion hearing into an evidentiary hearing and bypass the fact that it failed to file for de novo hearing more than one year ago.

Cimarex will present an oral argument consistent with its Memorandum Response filed on April 27, 2012 in opposition to Nearburg

PROPOSED EVIDENCE

APPLICANT

WITNESSES

EST. TIME

EST. EXHIBIT

Cimarex does not intend to call any witness and will rely upon the Exhibits filed with its Memorandum Response to Nearburg's Motion to Reopen.

PROCEDURAL MATTERS

Cimarex will oppose any attempt to call witnesses to put into evidence testimony in this motion hearing that can be decided based upon the oral argument of the parties and the existing orders, rules and regulations of the Division.

KELLAHIN& KELL

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CERTIFICATE OF SERVICE

I certify that on May 3, 2012, I served a copy of the foregoing documents by:

[] US Mail, postage prepaid

[] Hand Delivery

[] Facsimile

[XX] Email

to the following:

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101

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NMOCD Case 14582 **Cimarex's Pre-Hearing Statement** Page 3