## Davidson, Florene, EMNRD

From:

Cavin & Ingram, P.A. <cilawfirm@aol.com>

Sent:

Thursday, July 27, 2017 1:46 PM

To:

Davidson, Florene, EMNRD

Cc:

earl.debrine@modrall.com; ilb@modrall.com

**Subject:** 

OCD Case No. 15756

Ms. Davidson,

Attached is Respondent's Amended Pre-Hearing Statement. Original will follow by mail. Thank you.

## Cavin & Ingram, PA

P.O. Box 1216 Albuquerque, NM 87103-1216 Telephone: (505) 243-5400 Facsimile: (505) 243-1700

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----Original Message-----

From: Cavin & Ingram, P.A. <cilawfirm@aol.com> To: florene.davidson <florene.davidson@state.nm.us>

Cc: earl.debrine <earl.debrine@modrall.com>; jlb <jib@modrall.com>

Sent: Wed, Jul 26, 2017 12:23 pm Subject: OCD Case No. 15756

Attached is Realeza del Spear, LP's Pre-Hearing Statement. Original will follow by mail. Thank you.

# Tricia Griego, Legal Assistant Cavin & Ingram, PA

P.O. Box 1216 Albuquerque, NM 87103-1216 Telephone: (505) 243-5400

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

APPLICATION OF CIMAREX ENERGY CO. FOR A NON-STANDARD SPACING AND PRORATION UNIT, AND COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

Case No. 15756

# RESPONDENT'S AMENDED PRE-HEARING STATEMENT

Respondent Realeza Del Spear, LP submits this amended pre-hearing statement for the referenced case pursuant to the Rules of the Oil Conservation Division:

#### **APPEARANCES**

## **RESPONDENT**

Realeza Del Spear, LP P.O. Box 1684 Midland, TX 79702

### **RESPONDENT'S ATTORNEY**

Scott S. Morgan Stephen D. Ingram Cavin & Ingram, P.A. P. O. Box 1216 Albuquerque, New Mexico 87103-1216 Telephone: (505) 243-5400

Facsimile: (505) 243-1700

#### RESPONDENT'S STATEMENT OF THE CASE

Cimarex Energy Co. ("Cimarex") has brought this action to obtain approval for a non-standard spacing and proration unit, and to compulsorily pool non-participating working interest owners, regarding the E/2W/2 Section 7, Township 20 South, Range 35 East, NMPM. Respondent Realeza Del Spear, LP is an affected working interest owner. Respondent has not yet elected to participate, has not yet had an opportunity to pay its share of drilling costs, or appropriately and adequately review and evaluate the Joint Operating Agreement proposed by Cimarex in connection with such participation. Respondent reasonably believes there may be issues to be raised and addressed in connection with the proposed JOA and related AFE. Additionally, Respondent must

be able to appropriately evaluate this information in connection with a reasonable, fair and adequate lease offer, which has not been made.

### RESPONDENT'S PROPOSED EVIDENCE

WITNESS	ESTIMATED TIME	<b>EXHIBITS</b>
Those witnesses called by Cimarex.	10 minutes	Approx. 2 -5
Nelson Spear	45 minutes	Approx. 25-30
Shane Spear	15 minutes	Approx. 5-8

## **PROCEDURAL MATTERS**

None at this time.

## RESPONDENT'S POSITION ON RELIEF SOUGHT

Respondent opposes the issuance of the compulsory pooling relief sought by Cimarex until such time as it has had adequate opportunity to review, evaluate and address issues raised by the proposed JOA and related AFE in connection with the lease offer from Cimarex.

RESPECTFULLY SUBMITTED,

CAVIN & INGRAM, P.A.

Scott S. Morgan

Stephen D. Ingram

P. O. Box 1216

Albuquerque, NM 87103

(505) 243-5400

smorgan@cilawnm.com

ATTORNEY FOR REALEZA DEL SPEAR, LP

I hereby certify that a true and correct copy of the foregoing was served via U.S. mail and e-mail on July 27, 2017 to the following:

Earl E. DeBrine, Jr.
Jennifer L. Bradfute
Modrall, Sperling, Roehl,
Harris & Sisk, P.A.
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CAVIN & INGRAM, P.A.

By: Norgan