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To

Name: Florene Davidson Agency: NMOCD

Fax: 505-476-3462

□ Urgent □ For Review □ Please Comment □ Please Reply

FAX TRANSMITTAL FORM

From

W. Thomas Kellahin

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Date sent: 5-21-08 Time sent: 6:55 am Number of pages including cover page:

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Dear Florene,

Yesterday, I filed by email to you, the attached Motion to Continue Case 14124 from May 29th docket to the June 26th docket.

I have discuss this with Mr. Bruce but do not have his concurrence. Because of the Memorial Day weekend coming up, I would like your help to arrange a Pre-hearing-conference with the Examiner not later than Friday this week.

Regards,

W. Thomas Kellahin

CC: Jim Bruce Fax 505-982-2151

Cont. to flizke

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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 HEARING:

APPLICATION OF CIMAREX ENERGY CO. OF COLORADO FOR SPECIAL POOL RULES, LEA COUNTY, NEW MEXICO

MOTION TO CONTINUE

Fasken Oil and Ranch. Ltd. ("Fasken"), by its attorney, W. Thomas Kellahin, hereby moves that the New Mexico Oil Conservation Division ("Division") continue the hearing of the referenced case from the May 26, 2008 Examiner's docket to the June 26, 2008 Examiner's docket and as ground therefore STATES:

- (1) On April 21, 2008, Cimarex filed its application for the Apache Ridge-Bone Spring Pool to increase the 40-acre spacing unit depth bracket oil allowable from 275 barrels of oil per day with a 2,000-to-1 GOR to 1300 bopd with a 3,000-1 GOR.
- (2) Fasken is an operator in this pool and is opposed to an increase of 4.75 times the current allowable that, among other thing, (a) will not increases ultimate recovery of hydrocarbons, (b) will violation corrective rights, and (c) drain reserves from the off-setting spacing units.
- (3) On May 1st, Fasken served counsel for Cimarex with a subpoena seeking the production of data by May 15, 2008.
- (4) On May 5th Counsel for Cimarex accepted service of the subpoena
- (5) On May 8th, Cimarex requested that its case be continued to the May 29th docket.
- (6) On May 19th, Fasken and Cimarex voluntarily exchanged data.

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Gont +0 6112/08 12t **CASE 14124**

- (7) With the hearing only nine days away, and Memorial Day weekend approaching, it is now difficult, if not impossible, for Fasken to review the Cimarex data and be prepared for the hearing on May 29, 2008.
- (8) Today, counsel for Cimarex advised that Cimarex desired to proceed to hearing on Thursday, May 29, 2008 and if the case were continued might not have all its witnesses available on June 12th.
- (9) In order to provide adequate time for preparation and to accommodate the availability of technical witnesses, Fasken requests that this case be to continued to the June 26th docket.

Accordingly, Fasken requests that this motion for a continuance be granted and that the Division make its decision on or before Friday, May 23rd.

KELLAHIN & KELLAHIN W. Thomas Kellahin

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CERTIFICATE OF SERVICE

I certify that on May 20, 2008, I served a copy of the foregoing documents by:

- [] US Mail, postage prepaid
- [] Hand Delivery

[] Facsimile

Email

to the following:

James Bruce, Esq.

Thomas Kellahin

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