

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:

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

Case No. 14,193

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PRE-HEARING STATEMENT

This pre-hearing statement is submitted by applicant as required by the Oil Conservation Division.

APPEARANCES

APPLICANT

Cimarex Energy Co.

Suite 600

600 North Marienfeld

Midland, Texas 79701

Attention:

Hayden Tresner

OPPONENT

OPPONENT'S ATTORNEY

APPLICANT'S ATTORNEY

Santa Fe, New Mexico 87504

James Bruce

P.O. Box 1056

(505) 982-2043

STATEMENT OF THE CASE

APPLICANT

Cimarex Energy Co. seeks an order approving a non-standard oil spacing and proration unit (project area) comprised of the S/2S/2 of Section 11, Township 15 South, Range 31 East, NMPM, to form a non-standard 160-acre oil spacing and proration unit (project area) for any and all formations or pools developed on 40-acre spacing, and pooling all mineral interests in the lower Abo/Wolfcamp formation underlying the non-standard unit. The unit is to be dedicated to the Enterprise 11 State Com. Well No. 1H, a horizontal well to be drilled at a surface location 375 feet from the south line and 330 feet from the west line, with a terminus 375 feet from the south line and 330 feet from the east line, of Section 11. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual

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operating costs and charges for supervision, designation of Cimarex Energy Co. of Colorado as operator of the well, and a 200% charge for the risk involved in drilling and completing the well.

OPPONENT

PROPOSED EVIDENCE

APPLICANT

WITNESSES EST. TIME **EXHIBITS**

Hayden Tresner 15 min. Approx. 5

(landman)

CASE BY AFFIDAVIT.

Melissa Klinger 15 min. Approx. 4 (geologist)

IF THE MATTER IS NOT CONTESTED, APPLICANT WILL SUBMIT THE

OPPONENT

WITNESSES EST. TIME **EXHIBITS**

PROCEDURAL MATTERS

James Bruce

Post Office Box 1056

Respectfully submitted,

Santa Fe, New Mexico 87504

(505) 982-2043

Attorney for Cimarex Energy Co.