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August 4, 2009

Florene Davidson Oil Conservation Division 1220 South St. Francis Drive Santa Fe, New Mexico 87505 Care 14374

RECEIVED OUD

Dear Florene:

Enclosed for filing, on behalf of Cimarex Energy Co., are an original and one copy of an application for cancellation of an APD, together with a proposed advertisement. The advertisement has also been e-mailed to the Division. Please set this matter for the September 3, 2009 Examiner hearing. Thank you.

Ver € truly yours

James Bruce

Attorney for Cimarex Energy Co.

PARTIES BEING NOTIFIED

COG Operating, LLC Suite 1300 550 West Texas Midland, Texas 79701 BEFORE THE NEW MEXICO OIL CONSERVATION DIVISIO

APPLICATION OF CIMAREX ENERGY CO. FOR CANCELATION OF THE DIVISION'S APPROVAL OF AN APPLICATION FOR PERMIT TO DRILL ISSUED TO COG OPERATING LLC, CHAVES COUNTY, NEW MEXICO.

2009 AUG -8 A 4: 59

Case No. 14374

APPLICATION

Cimarex Energy Co. applies for an order canceling the Division's approval of an application for permit to drill ("APD") issued to COG Operating LLC for a well in the S½S½ of Section 12, Township 15 South, Range 31 East, N.M.P.M., Chaves County, New Mexico, and in support thereof, states:

- 1. Applicant is an interest owner in the $S\frac{1}{2}S\frac{1}{2}$ of Section 12, and has the right to drill a well thereon.
- 2. COG Operating LLC has obtained an APD for the Gemini Fed. Well No. 1H, a horizontal Wolfcamp well located in the S½S½ of Section 12 (API No. 30-005-27972). **Exhibit** A.
- 3. Concurrently with this application, Cimarex Energy Co. has filed a non-standard unit/compulsory pooling application on the S½S½ of Section 12. Cimarex Energy Co.'s pooling application should be granted.
- 4. If the pooling application of Cimarex Energy Co. is granted, the APD for the Gemini Fed. Well No. 1 should be canceled so that Cimarex Energy Co. may apply for and receive an APD for its proposed well.

WHEREFORE, applicant requests that, after notice and hearing, the Division enter its order canceling the APD for the Gemini Fed. Well No. 1, and granting such further relief as the Division deems proper.

Respectfully submitted,

James Bruce

Post Office Box 1056

Santa Fe, New Mexico 87504

(505) 982-2043

Attorney for Cimarex Energy Co.

Form 3160-3 (August 2007)

OMB No 1004-0137 Expires July 31, 2010 UNITED STATES Lease Scrial No. DEPARTMENT OF THE INTERIOR SL NMJ4 105886 **BHL Fee** BUREAU OF LAND MANAGEMENT If Indian, Allotee or Tribe Name APPLICATION FOR PERMIT TO DRILL OR REENTER N/A 7 If Unit or CA Agreement, Name and No. **V** DRILL REENTER la. Type of work: 8. Lease Name and Well No. ✓ Oil Well lb. Type of Well: Gas Well ✓ Single Zone Multiple Zone Gemini Federal #1# Name of Operator COG Operating, LLC 9. API Well No. 3a. Address 550 West Texas, Suite 1300 3b. Phone No. (include Field and Pool. (432)-685-9158 Midland, TX 79701 4. Location of Well (Report location clearly and in accordance with any State requirements.*) 11. Sec., T. R. M. or Blk. and Survey or Area At surface 330' FSL & 330' FEL, Unit P Section 12, T15S, R31E **ROSWELL CONTROLLED WATER BASIN** At proposed prod. zone 330' FSL & 330' FWL, Unit M 12 County or Parish 13. State 14 Distance in miles and direction from nearest town or post office* NM Approx 15 miles North of Maljamar, New Mexico Chaves Co. 15 Distance from proposed* 17 Spacing Unit dedicated to this well 16 No. of acres in lease location to nearest 160 property or lease line, ft (Also to nearest drig, unit line, if any) 560 18 Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft 19 Proposed Depth 20 BLM/BIA Bond No. on file NMB 000215 13450' MD 93031 N/A

24. Attachments		U
The following, completed in accordance with the requirements of Onshore Oil and Gas Order No.1, must be attached to this for	m: \	12
	. '	١,

1. Well plat certified by a registered surveyor.

Elevations (Show whether DF, KDB, RT, GL, etc.)

2. A Drilling Plan.

4355' GL

3. A Surface Use Plan (if the location is on National Forest System Lands, the SUPO must be filed with the appropriate Forest Service Office)

Bond to cover the operations unless covered by an existing bond on file Item 20 above).

45 Days

23. Estimated duration

FORM APPROVED

Operator certification

Such other site specific information and/or plans as may be frequired by the

25. Signature		\neg	Name (Printed/Typed)	Date
	In	/n_	Dwaine Moore	09/12/2007
Title		7		

8910' TVD

11/30/2007

22. Approximate date work will start*

Agent for COG Operating LLC

HNS. SIMITZ TCT

Assistant Field Manager. Title Lands And Minerals

ROSWELL FIELD OFFICE

APPROVED FOR 2 YEARS

Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to nflugt operations thereon.

Conditions of approval, if any, are attached

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Continued on page 2)

*(Instructions on page 2)



APPROVAL SUBJECT TO GENERAL REQUIREMENTS AND SPECIAL STIPULATIONS ATTACHED

Exhibit "A"

State of New Mexico Energy, Minerals and Natural Resources Department

DISTRICT I 1825 N. French Dr., Hobbs, NM 88240 DISTRICT II 1301 V. Grand Avenue, Artonia, NN 68210

DISTRICT III 1000 Rio Braxos Rd., Aztec, NM 87410

DISTRICT IV 1220 S. St. Francis Dr., Santa Fe, NM 87505

OIL CONSERVATION DIVISION 1220 South St. Francis Dr. Santa Fe, New Mexico 87505

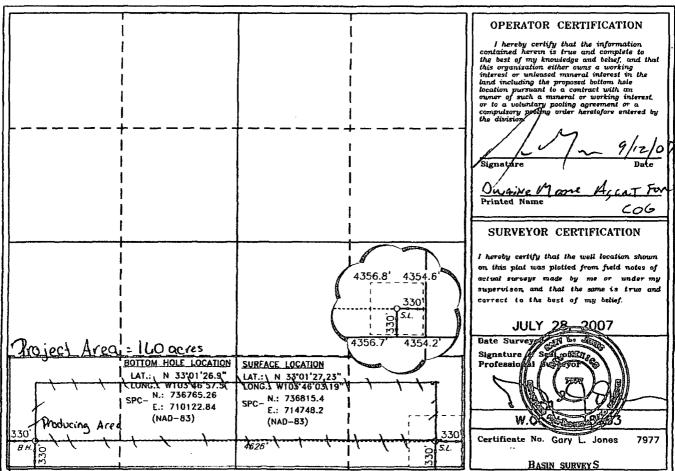
Form C-102 Revised October 12, 2005

Submit to Appropriate District Office

State Lease - 4 Copies Fee Lease - 3 Copies

AMENDED REPORT

			WELL LO	CATION	AND ACREA	AGE DEDICATI	ON PLAT		
30-005-27972				Pool Code	Wildcar Pool Name Uncksianated Wolfcamp				
Property Code 36788				Property Name GEMINI FEDERAL				Well Number	
229137				Operator Name C.O.G. OPERATING L.L.C.				Elevation 4355'	
Surface Location									
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
Р	12	15 S	31 E		330	SOUTH	330	EAST	CHAVES
Bottom Hole Location If Different From Surface									
UL or lot No.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
М	12	15 S	31 E		330	SOUTH	330	WEST	CHAVES
Dedicated Acre	g Joint o	r Infill Co	nsolidation (ode Or	der No.				
160									_
NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED									
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION									
OPERATOR CERTIFICATION								ION	



PROPOSED ADVERTISEMENT

Case No. 14374 :

Application of Cimarex Energy Co. for cancelation of the Division's approval of an application for permit to drill issued to COG Operating LLC, Chaves County, New Mexico. Cimarex Energy Co. seeks an order canceling the Division's approval of an application for permit to drill issued to COG Operating LLC for the proposed Gemini Fed. Well No. 1, a horizontal Wolfcamp well located in the S½S½ of Section 12, Township 15 South, Range 31 East, N.M.P.M. (API No. 30-005-27972). The well unit is located approximately 17 miles northeast of Loco Hills, New Mexico.

RECEIVED OCD