Examiner Hearing –September 17, 2009 Docket No. 32-09 Page 8 of 8

the risk involved in drilling and completing the well. The unit is located approximately 13-1/2 miles North-Northeast of Loco Hills, New Mexico.

27. <u>CASE 14373</u>: (Continued from the September 3, 2009 Examiner Hearing.)

Application of Cimarex Energy Co. for a non-standard oil spacing and proration unit and compulsory pooling, Chaves County, New Mexico. Cimarex Energy Co. seeks an order approving a non-standard oil spacing and proration unit (project area) in the Abo/Wolfcamp formation comprised of the S/2 S/2 of Section 12, Township 15 South, Range 31 East, NMPM, to form a non-standard 160-acre oil spacing and proration unit (project area), and pooling all mineral interests in the Abo/Wolfcamp formation underlying the non-standard unit. The unit is to be dedicated to the Yorktown 12 Fed.Com. Well No. 3. The well is a horizontal well, with a surface location at an orthodox location in the SE/4 SE/4, and a terminus at an orthodox location in the SW/4 SW/4, of Section 12. 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 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. The unit is located approximately 17 miles Northeast of Loco Hills, New Mexico.

28. CASE: 14374: (Continued from the September 3, 2009 Examiner Hearing.)

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 S/2 S/2 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.