

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:

CASE NOS: 20928

APPLICATION OF COG OPERATING LLC
FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.

REPORTER'S TRANSCRIPT OF PROCEEDINGS
EXAMINER HEARING
December 12, 2019
SANTA FE, NEW MEXICO

This matter came on for hearing before the New Mexico Oil Conservation Division, EXAMINERS LEONARD LOWE, DEAN McCLURE, DYLAN COSS and LEGAL EXAMINER ERIC AMES, on Thursday, December 12, 2019, at the New Mexico Energy, Minerals, and Natural Resources Department, Wendell Chino Building, 1220 South St. Francis Drive, Porter Hall, Room 102, Santa Fe, New Mexico.

Reported by: Irene Delgado, NMCCR 253
PAUL BACA PROFESSIONAL COURT REPORTERS
500 Fourth Street, NW, Suite 105
Albuquerque, NM 87102
505-843-9241

1 A P P E A R A N C E S

2 For the Applicant:

3 ERNEST L. PADILLA
 4 P.O. Box 2523
 5 Santa Fe, NM 87504
 6 505-988-7577
 7 padillalaw@qwestoffice.net

8 For EOG Resources:

9 EARL DEBRINE
 10 MODRALL SPERLING ROEHL HARRIS & SISK PA
 11 500 4th Street, NW, Suite 1000
 12 Albuquerque, NM 87102
 13 505-848-9710

14

15 I N D E X

16 CASE NO. 20928 CALLED	03
17 SUMMARY OF CASE AND EXHIBITS	03
18 TAKEN UNDER ADVISEMENT	04
19 REPORTER'S CERTIFICATE	05

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21 E X H I B I T I N D E X

22	Admitted
23 A through E (All attachments)	04

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1 HEARING EXAMINER COSS: Call the hearing back to
2 order and proceed with the record. And I would like to call
3 Case Number 20928 at this point, COG for compulsory pooling.

4 MR. CARR: May it please the Examiner, my name is
5 it William F. Carr, senior counsel for COG Operating, and I
6 request permission to present the case by affidavit.

7 MR. DeBRINE: Earl DeBrine from Modrall Sperling
8 on behalf of EOG Resources Inc., and we do not object to the
9 case being put on by affidavit.

10 MR. CARR: In this case COG is seeking an order
11 seeking compulsory pooling spacing unit in the Purple Sage
12 Wolfcamp Gas Pool in Eddy County, New Mexico.

13 The exhibit packet got filed yesterday in the PDF
14 format, including Exhibit A which is attached as Exhibit A
15 to these exhibits.

16 Exhibit A contains our land testimony. The
17 landman, Travis Macha, reviewed the efforts made to combine
18 the interests voluntarily. He shows a good faith effort has
19 been made.

20 The exhibits include the C-102, which identifies
21 the well. Exhibit A2 is our land exhibit which shows the
22 acreage by tract and in the entire spacing unit and
23 identifies interests that need to be pooled.

24 Exhibit A3 is our proposal letter and includes
25 the AFE for the well.

1 The geologic testimony is presented in an
2 affidavit by Benjamin Davis. Mr. Davis presents a structure
3 map and a cross-section and reviews the Wolfcamp in the
4 subject area and concludes that there is no geologic
5 impediment that would prevent the acreage from being
6 developed as a horizontal well.

7 And he also concludes that, based on his geologic
8 study of the Wolfcamp in the area, each tract ending
9 proposed unit should contribute more or less equally to the
10 well.

11 Attached as Exhibit E is my notice affidavit, and
12 the notice that's been provided, and they are out of order.
13 The Exhibit C, I believe, yes, is the affidavit of
14 publication from the Carlsbad Current Argus showing we
15 timely provided notice by publication just as a precaution
16 as a backstop to the other notice that we provided.

17 I would therefore request that the exhibits be
18 admitted into the record and that an order be entered in the
19 case on this presentation.

20 MR. DeBrine: No objection.

21 EXAMINER COSS: The exhibits will be admitted,
22 and Case Number 20928 will be taken under advisement.

23 (Exhibits A through E admitted.)

24 MR. CARR: Thank you.

25 (Case 20928 taken under advisement. Adjourned.)

1 STATE OF NEW MEXICO
2 COUNTY OF BERNALILLO

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4 REPORTER'S CERTIFICATE

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6 I, IRENE DELGADO, New Mexico Certified Court
7 Reporter, CCR 253, do hereby certify that I reported the
8 foregoing proceedings in stenographic shorthand and that the
9 foregoing pages are a true and correct transcript of those
10 proceedings that were reduced to printed form by me to the
11 best of my ability.

12 I FURTHER CERTIFY that the Reporter's Record of
13 the proceedings truly and accurately reflects the exhibits,
14 if any, offered by the respective parties.

15 I FURTHER CERTIFY that I am neither employed by
16 nor related to any of the parties or attorneys in this case
17 and that I have no interest in the final disposition of this
18 case.

19 Dated this 12th day of December 2019.

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Irene Delgado, NMCCR 253
License Expires: 12-31-19

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