Page 1

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: 20934, 20935

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

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Albuquerque, NM 87102

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APPEARANCES

		Page 2
1	For the Applicant:	
2	KAITLYN LUCK	
3	HOLLAND & HART 110 North Guadalupe, Suite 1	
4	Santa Fe, NM 87501 505-954-7286	
5	INDEX	
6	CASE NO. 20934, 20935 CALLED	
7	SUMMARY OF CASES	03
8	TAKEN UNDER ADVISEMENT:	05
9	REPORTER CERTIFICATE	06
10		
11	EXHIBIT INDEX	
12		Offered
13	A, B, C (All attachments)	05
14		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		
25		

Page 3

1 HEARING EXAMINER COSS: At this point I would

- 2 like to call Case Number 20934, COG Operating for compulsory
- 3 pooling.
- 4 Are there any other entries of appearance for
- 5 this case?
- 6 MS. LUCK: There is not, but Ms. Shaheen has
- 7 entered in the 20935 case, and I have consolidated them for
- 8 purposes of hearing because I understood that there is no
- 9 longer opposition in the 20935 case, but I wanted to confirm
- 10 before I proceeded with 20934 if I could present them
- 11 together, or how I should proceed?
- 12 HEARING EXAMINER COSS: I guess my only confusion
- 13 is somehow I had case Number 20035 continued. Is that on
- 14 the list.
- MR. AMES: No, 20935 is set for hearing. Ms.
- 16 Shaheen, have you -- what is your position on 20934? You
- 17 have not entered an appearance in that case; correct?
- 18 MS. SHAHEEN: That's correct. We entered an
- 19 appearance for Lee Coogle in 20935, and we did file a
- 20 prehearing statement in an abundance of caution.
- 21 We do not oppose the case going forward by
- 22 affidavit. We have not quite reached our voluntarily
- 23 agreement, but we anticipate that that will be finalized
- 24 within a short period of time.
- 25 MR. AMES: Fantastic. So on 20934 and 20935, it

Page 4

- 1 sounds like we can consolidate them and present them by
- 2 affidavit. Is that correct?
- 3 MS. SHAHEEN: Yes. We have no objection to that.
- 4 MR. AMES: Excellent. Thank you.
- 5 HEARING EXAMINER COSS: You may proceed, Ms.
- 6 Luck.
- 7 MS. LUCK: I'm Kaitlyn Luck with the Santa Fe
- 8 office of Holland & Hart on behalf of the applicant COG
- 9 Operating LLC, and here's the exhibits.
- In both of these cases, 20934 and 20935, COG
- 11 Operating has applied for compulsory pooling in Eddy County,
- 12 New Mexico.
- 13 And in Case Number 20934, COG seeks an order
- 14 pooling all uncommitted interest in the Wolfcamp formation
- 15 underlying a standard 767.72 horizontal spacing unit
- 16 comprised of the E/2 of Sections 22 and 27, and the N/2 of
- 17 the NE/4 and Lots 3 through 4, which is the E/2 equivalent
- 18 of irregular Section 34, Township 26 South, Range 26 East,
- 19 Eddy County, New Mexico.
- 20 And in Case Number 20935, COG seeks an order
- 21 pooling all uncommitted interest in the Wolfcamp formation
- 22 underlying a standard 767.52 spacing unit underlying the W/2
- 23 of Sections 22 and 27 and 34. These spacing units will be
- 24 dedicated to the Potato Baby State Com 701 through 706H
- 25 wells.

Page 5 In the exhibit packets that I presented to you 1 2 there's a land affidavit, which is A, the geologist affidavit, which is B, and then our notice affidavit which 3 is C, which is follow by C1 which is the notice of 4 publication which reflects that notice of this hearing was 5 provided to the parties to be pooled. 6 7 And with that I would request that the Division accept these exhibits into the record and take cases 20934 8 and 20935 under advisement. 9 (Exhibits A, B and C and attachments offered.) 10 11 HEARING EXAMINER COSS: With that, the Division will take Case Numbers 20934 and 20935 under advisement. 12 13 MS. LUCK: Thank you. (Cases 20934 and 20935 taken under advisement. 14 Adjourned.) 15 16 17 18 19 20 21 22 23 24 25

Page 6 STATE OF NEW MEXICO 2. COUNTY OF BERNALILLO 3 REPORTER'S CERTIFICATE 5 I, IRENE DELGADO, New Mexico Certified Court 6 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 best of my ability. 11 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 nor related to any of the parties of attorneys in this case 16 and that I have no interest in the final disposition of this 17 18 case. Dated this 12th day of December 2019. 19 20 2.1 Irene Delgado, NMCCR 253 License Expires: 12-31-19 22 23 2.4 25