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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: 21030

APPLICATION OF MARATHON OIL PERMIAN LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

FEBRUARY 6, 2020

SANTA FE, NEW MEXICO

This matter came on for hearing before the New Mexico Oil Conservation Division, EXAMINERS FELICIA ORTH and DYLAN COSS on Thursday, February 6, 2020, 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

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1	APPEARANCES	
2	For the Applicant:	
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7	For EOG Resources, Inc.	
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11		
12		
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1 HEARING EXAMINER ORTH: Next is 21030. This is

- 2 Marathon Oil.
- 3 MS. BENNETT: Good morning. Deana Bennett on
- 4 behalf of Marathon Oil Permian LLC.
- 5 HEARING EXAMINER ORTH: Do we have another
- 6 appearance.
- 7 MR. FELDEWERT: Yes, we do let me catch up.
- 8 Which case is this?
- 9 MS. BENNETT: 21030, Rick Vaughan.
- 10 MR. FELDEWERT: Michael Feldewert of the Santa Fe
- 11 Office of Holland & Hart appearing on behalf of EOG
- 12 Resources Inc.
- 13 MS. BENNETT: Marathon intends to submit this
- 14 case by affidavit, and I have conferred with counsel for
- 15 EOG, and they don't object to the case.
- 16 HEARING EXAMINER ORTH: Thank you for conferring
- 17 with counsel and being explicit about that.
- MS. BENNETT: You're welcome.
- 19 HEARING EXAMINER ORTH: Thank you very much.
- 20 MS. BENNETT: The packet I have handed out to you
- 21 all has the affidavit of the landman. It has the affidavit
- 22 of the geologist, and they both previously testified before
- 23 the Division.
- 24 Right after the table of contents is the pooling
- 25 application checklist that I have signed and that certifies

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- 1 that all the materials are in the packet.
- 2 And my affidavit of notice is behind Tab 6, and I
- 3 have included both our mailing letters, our mailing lists,
- 4 and the affidavit of publication, and I state in my
- 5 affidavit that the affidavit of publication is in my
- 6 materials and was timely published.
- 7 And I have a table contents, double-sided, so I
- 8 think everything is in order with my materials for Case
- 9 Number 21030. Unless there are any questions, I would ask
- 10 that the case be taken under advisement.
- 11 EXAMINER COSS: I don't have any questions.
- 12 HEARING EXAMINER ORTH: Thank you very much. Mr.
- 13 Feldewert?
- 14 MR. FELDEWERT: Yes. I have one quick exhibit.
- 15 I have marked as EOG Exhibit Number 1, Page 4 of Division
- 16 Order R-20967, okay, which I'm going to ask be placed into
- 17 the record.
- 18 HEARING EXAMINER ORTH: All right.
- 19 MR. FELDEWERT: This is the election language
- 20 that the parties had agreed to for purposes of the pooling
- 21 order that would be issued in this case.
- 22 HEARING EXAMINER ORTH: Ms. Bennett, do you have
- 23 any questions about Exhibit 1?
- MS. BENNETT: No, I don't. The parties have
- 25 agreed that EOG Resources Inc. shall have 90 days from the

Page 5 date of scheduled of estimated well cost to the elect and pay its share of estimated well costs, so that highlighted language does reflect the parties agreement in this 3 particular case. 4 5 HEARING EXAMINER ORTH: Any questions? EXAMINER COSS: At this time I do not have any 6 7 questions. Reserve the right to reach out and e-mail you. HEARING EXAMINER ORTH: Thank you, Mr. Feldewert 9 and Ms. Bennett. Exhibit 1 and the applicant's packet will be accepted and the matter taken under advisement. 10 11 (Exhibits admitted.) 12 (Case taken under advisement.) 13 14 15 16 17 18 19 20 21 22 23 24 25

Page 6 STATE OF NEW MEXICO))SS 2 COUNTY OF SANTA FE) I, IRENE DELGADO, certify that I reported the 3 proceedings in the above-transcribed pages, that pages 5 numbered 1 through 5 are a true and correct transcript of my stenographic notes and were reduced to typewritten 6 7 transcript through Computer-Aided Transcription, and that on 8 the date I reported these proceedings I was a New Mexico 9 Certified Court Reporter. 10 Dated at Santa Fe, New Mexico, this 6th day of February 2020. 11 12 13 14 Irene Delgado, NMCCR 253 Expires: 12-31-20 15 16 17 18 19 20 2.1 22 23 24 25