

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: 21255

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

REPORTER'S TRANSCRIPT OF VIRTUAL PROCEEDINGS

EXAMINER HEARING

JUNE 25, 2020

SANTA FE, NEW MEXICO

This matter came on for virtual hearing before the New Mexico Oil Conservation Division, EXAMINERS FELICIA ORTH, KURT SIMMONS and LEONARD LOWE and on Thursday, June 25, 2020, through 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 KAITLYN LUCK
4 HOLLAND & HART
5 110 North Guadalupe, Suite 1
6 Santa Fe, NM 87501
7 505-954-7286

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9 I N D E X

10 CASES CALLED

11 TAKEN UNDER ADVISEMENT

12 REPORTER'S CERTIFICATE

13 EXHIBITS

14 Exhibits and All Attachments

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1 HEARING EXAMINER ORTH: Let's move then to matter
2 21255. This is COG compulsory pooling application, and the
3 well name is Snapback.

4 Who here is from Holland & Hart? Is that you,
5 Ms. Luck?

6 MS. LUCK: Yes, Madam Examiner, good morning.

7 HEARING EXAMINER ORTH: Good morning. Are there
8 any other appearances in this matter?

9 (No audible response.)

10 HEARING EXAMINER ORTH: No? Please proceed.

11 MS. LUCK: Thank you. In this case COG Operating
12 LLC has requested to present the case by affidavit because
13 there is no opposition to this case.

14 In this case COG is seeking to pool a standard
15 480 acre spacing unit comprised of the SW/4 of Section 18
16 and the W/2 of Section 19 in Township 24 South, Range 35
17 East, in Lea County, New Mexico and (inaudible) to pool the
18 Wolfbone interval in the Wolfbone pool, pool code 98098.

19 COG seeks to dedicate this spacing unit to
20 Snapback Fed Com 601H and 702H wells. The 601H well will be
21 the proximity tract well and the (inaudible) at the quarter
22 line separating the center of the spacing unit pooling the
23 (inaudible).

24 In front of you you should have a copy of COG's
25 exhibits that were from (inaudible). In each of the packets

1 there are the exhibits which start off the application
2 checklist, as Exhibit A, copy of the application under
3 Exhibit B, the affidavit of COG's landman as Exhibit C, and
4 a copy of the C-102 as Exhibit C-1.

5 Behind Exhibit C-2 are the unit plat tracts in
6 the unit, which are (inaudible). COG is only seeking to
7 pool overriding royalty interest owners in this case, as
8 well as some (inaudible) interests, and so that's why there
9 are only (inaudible) affidavit in this case because we're
10 not seeking to pool any working interest owners in this
11 case.

12 Moving on to the geology exhibits, there is the
13 standard geology affidavit as Exhibit G. And attached to
14 the geology affidavit is a project locator map, a structure
15 map, a cross section map, and a cross section showing COG's
16 plan to develop the Wolfbone pool in the acreage which
17 includes both portions of the Wolfcamp and the Bone Spring
18 formation.

19 And then finally as Exhibit E and F are the
20 notice information for the case that reflects that COG
21 provided timely notice of this hearing in advance of the
22 hearing to COG interest owners to be pooled. COG also
23 published notice of the hearing and the (inaudible) the
24 wells are to be located and in an abundance of caution to
25 ensure that all interested parties received notice of this

1 hearing.

2 So with that I would move the the admission of
3 Exhibits A through F into the record.

4 HEARING EXAMINER ORTH: All right, thank you.
5 Your exhibits are accepted. Let me ask if the Technical
6 Examiners have any questions. Mr. Lowe or Mr. Simmons?

7 TECHNICAL EXAMINER SIMMONS: No questions on my
8 part. Thank you.

9 TECHNICAL EXAMINER LOWE: I have no questions.
10 Thank you.

11 HEARING EXAMINER ORTH: All right, thank you
12 both. Ms. Luck, the matter will be taken under advisement.
13 That was 21255.

14 MS. LUCK: Thank you.

15 (Exhibits admitted.)

16 (Taken under advisement.)

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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 I am neither employed by
13 nor related to any of the parties or attorneys in this case
14 and that I have no interest in the final disposition of this
15 case.

16 I FURTHER CERTIFY that the Virtual Proceeding was
17 of poor to fair quality.

18 Dated this 25th day of June 2020.

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/s/ Irene Delgado

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Irene Delgado, NMCCR 253
License Expires: 12-31-20

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