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: 21377

APPLICATION OF EOG RESOURCES INC. FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

REPORTER'S TRANSCRIPT OF VIRTUAL PROCEEDINGS

EXAMINER HEARING

AUGUST 6, 2020

SANTA FE, NEW MEXICO

This matter came on for virtual hearing before the New Mexico Oil Conservation Division, EXAMINERS FELICIA ORTH, DEAN McCLURE, JOHN GARCIA and KATHLEEN MURPHY on Thursday, August 6, 2020, hosted by the New Mexico Energy, Minerals, and Natural Resources Department, through Cisco Webex electronic platform.

Reported by: Irene Delgado, NMCCR 253

PAUL BACA PROFESSIONAL COURT REPORTERS

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Albuquerque, NM 87102

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		Page 2
1	APPEARANCES	
2	For the Applicant:	
3	KAITLYN LUCK HOLLAND & HART	
4	110 North Guadalupe, Suite 1 Santa Fe, NM 87501	
5	505-954-7286	
6	For Tap Rock:	
7	JAMES BRUCE P.O. Box 1056	
8	Santa Fe, NM 87504-1056 505-982-2151	
9	jamesbruce@aol.com	
10	SUMMARY OF CASE	03
11	EXHIBITS AND ALL ATTACHMENTS ADMITTED	05
12	TAKEN UNDER ADVISEMENT	05
13	REPORTER CERTIFICATE	06
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16		
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Page 3

1 HEARING EXAMINER ORTH: Now let's move to 21377.

- 2 The applicant is EOG Resources. This a compulsory pooling
- 3 application. The well name is it Gladiator. Mr. Feldewert,
- 4 are you here from Holland & Hart?
- 5 (No response.)
- 6 HEARING EXAMINER ORTH: Mr. Feldewert.
- 7 MS. LUCK: Good morning, Madam Examiner. Kaitlyn
- 8 Luck, again, with the Santa Fe office of Holland & Hart on
- 9 behalf of EOG Resources Inc, the applicant in this case.
- 10 HEARING EXAMINER ORTH: All right. Thank you.
- 11 And Mr. Bruce, you are here for Tap Rock?
- MR. BRUCE: Yes, I am, and I'm merely entering an
- 13 appearance, and I do not object to the matter being
- 14 presented by affidavit.
- 15 HEARING EXAMINER ORTH: Okay, thank you, Mr.
- 16 Bruce. Let me see if there are any other appearances this
- 17 morning.
- 18 (No response.)
- 19 HEARING EXAMINER ORTH: No? All right. Thank
- 20 you. If you please, Ms. Luck.
- 21 MS. LUCK: Thank you. In this case EOG Resources
- 22 has applied for compulsory pooling for a standard 320 acre
- 23 horizontal spacing unit underlying the W/2 W/2 of Section 3,
- 24 Township 24 South, Range 35 East, and the W/2 W/2 of Section
- 25 34, Township 23 South, Range 35 East, and this is in Lea

Page 4

- 1 County, New Mexico.
- 2 EOG is to dedicate the spacing unit to the
- 3 Gladiator 3 Fed Com, the 301H well. () Bone Spring pool and
- 4 the pool code is 7958.
- 5 On Tuesday EOG submitted a packet of exhibits
- 6 that includes Exhibit A through E starting off with the
- 7 pooling application checklist which includes all the
- 8 information required by the Division and also confirms that
- 9 the requisite notice was provided to the parties involved in
- 10 this application, which is attached as Exhibit E.
- 11 Also attached as Exhibit C is the affidavit of
- 12 Kate McBryde who is the landman for EOG Resources in this
- 13 case. She has not previously testified before the Division,
- 14 so attached with her affidavit as Exhibit C-1 is her resume
- 15 that provides her experience and education in order to
- 16 qualify her as an expert in the land matters.
- 17 Also together with her affidavit are the standard
- 18 pooling exhibits, including C-102, tracts and horizontal
- 19 spacing unit for each half, the well proposal of the working
- 20 interest partners, as well as the chronology of contacts
- 21 with the uncommitted interest owners.
- 22 And then attached to EOG's Exhibit D is the
- 23 affidavit of Denton O'Neal who is the geologist on this
- 24 project, and he provides the standard geology exhibits.
- 25 So with that, I would move the admission of EOG

Page 5 Exhibits A through E into the record in this case and ask 2. that the case be taken under advisement. HEARING EXAMINER ORTH: All right. Thank you, 3 Ms. Luck. Exhibits A through E are admitted. 5 Mr. McClure, do you have questions of Ms. Luck. EXAMINER McCLURE: No, ma'am, I have no questions 6 7 regarding case this at this time. 8 HEARING EXAMINER ORTH: Thank you. Mr. Garcia? 9 EXAMINER GARCIA: I have no questions, either. 10 HEARING EXAMINER ORTH: All right. Thank you very much. Thank you, Ms. Luck. The matter is taken under 11 12 advisement. 13 MS. LUCK: Thank you. 14 (Exhibits A through E admitted.) (Taken under advisement.) 15 16 (Adjourned.) 17 18 19 20 2.1 22 23 24 25

Page 6 STATE OF NEW MEXICO COUNTY OF BERNALILLO 2. 3 REPORTER'S CERTIFICATE 5 I, IRENE DELGADO, New Mexico Certified Court 6 7 Reporter, do hereby certify that I reported the foregoing 8 proceedings in stenographic shorthand and that the foregoing 9 pages are a true and correct transcript of those proceedings 10 that were reduced to printed form by me to the best of my ability. 11 I FURTHER CERTIFY that I am neither employed by 12 13 nor related to any of the parties of 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 of fair quality. 17 18 Dated this 6th day of August 2020. 19 /s/ Irene Delgado 20 Irene Delgado, NMCCR 253 2.1 License Expires: 12-31-20 22 23 2.4 25