STATE OF NEW MEXICO

ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

Pooling, Lea County, New Mexico

Applications of MATADOR PRODUCTION COMPANY for Compulsory Pooling Lea County, New Mexico	Case Nos.	21683 21685 22103 22104
Applications of E.G.L. RESOURCES, RESOURCES INC., for Compulsory	Case Nos.	22083, 22084

REPORTER'S TRANSCRIPT OF PROCEEDINGS

THURSDAY, NOVEMBER 4, 2021

STATUS CONFERENCE

This matter came on for hearing before the New Mexico Oil Conservation Division, William Brancard, Esq. Hearing Examiner, Dean McClure Technical Examiner, on Thursday, November 4, 2021, via Webex Virtual Conferencing Platform hosted by the New Mexico Department of Energy, Minerals and Natural Resources

Reported by: Mary Therese Macfarlane.

New Mexico CCR #122

PAUL BACA COURT REPORTERS

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Page 2 1 APPEARANCES 2 FOR CHISHOLM ENERGY: Ernest L. Padilla, Esq. P.O. Box 2523 3 Santa Fe, NM 87504 (505) 988-7577 4 padillalawnm@outlook.com. 5 FOR MATADOR PRODUCTION COMPANY: 6 Michael Feldewert, Esq. Holland & Hart 7 110 North Guadalupe, Suite 1 Santa Fe, New Mexico 87501 8 (505) 988-4421 mfeldewert@hollandhart.com 9 FOR XTO: Michael Feldewert, Esq. 10 Holland & Hart 110 North Guadalupe, Suite 1 11 Santa Fe, New Mexico 87501 (505) 988-4421 12 mfeldewert@hollandhart.com 13 FOR CIMAREX ENERGY: Darin C. Savage, Esq. Abadie & Schill, PC 14 214 McKenzie Street Santa Fe, NM 87501 (970) 385-440115 darin@abadieschill.com. 16 FOR EOG RESOURCES: Jobediah Rittenhouse, Esq. 17 Beatty & Wozniak, PC 216 16th Street, Suite 1100 Denver, CO 80202 18 (303)407-449919 jrittenhouse@bwenergylaw.com. 2.0 CONTENTS 21 CASE NOS. 22163, 22165, 22103, 22104, PAGE 22083, 22084 22 23 CASES CALLED: 3 24 SET FOR STATUS CONFERENCE ON 1/06/2022 6 25

- 1 (Time noted 8:28 a.m.)
- 2 EXAMINER BRANCARD: All right. I'm going to call
- 3 what looks like Cases Nos. 6 through 11 on our worksheet
- 4 today. This would be Case No. 22083, 22084, 21683, 21685,
- 5 22103, 22104.
- 6 Let's start with -- I guess it's Chisholm
- 7 now instead of EGL?
- 8 COMMISSIONER PADILLA: Mr. Examiner, Ernest L.
- 9 Padilla for Chisholm Energy Operating.
- 10 EXAMINER BRANCARD: And you have taken over this
- 11 application from EGL, just for the record.
- MR. PADILLA: Yes, sir.
- 13 EXAMINER BRANCARD: All right. Matador
- 14 Production Company.
- 15 MR. FELDEWERT: May it please the examiner,
- 16 Michael Feldewert with the Santa Fe office of Holland &
- 17 Hart.
- 18 EXAMINER BRANCARD: And then I have entries of
- 19 appearance from Cimarex Energy.
- 20 MR. SAVAGE: Yes. Good morning, Mr. Hearing
- 21 Examiner. Darin Savage with Abadie & Schill appearing on
- 22 behalf of Cimarex Energy Company in two of the cases,
- 23 22083 and 22084.
- 24 EXAMINER BRANCARD: Then I have XTO Energy.
- 25 Holland and Hart, I think.

1 MR. FELDEWERT: Michael Feldewert from the Santa

- 2 Fe office of Holland & Hart appearing on behalf of XTO.
- 3 EXAMINER BRANCARD: Okay. And then I have EOG
- 4 Resources on some of these cases.
- 5 MR. RITTENHOUSE: Joby Rittenhouse from Beatty &
- 6 Wozniak appearing on behalf of EOG.
- 7 EXAMINER BRANCARD: Okay. Let's just check,
- 8 then, are there any other interested parties in these
- 9 cases? And I'll just go through them again: 22083, -084,
- 10 21683, -685, and 22103 and -104. (Note: Pause.)
- Hearing none, let's proceed.
- We vacated a Prehearing Order in these
- 13 cases because, quote, there were productive discussions
- 14 ongoing.
- 15 Mr. Padilla, do you want to take the lead
- 16 on this?
- 17 MR. PADILLA: Yes, sure.
- 18 Mr. Examiner, I informed Chisholm yesterday
- 19 that contested cases were being set into January/February,
- 20 and they informed me that they have no problem going to
- 21 February to allow more time to finalize negotiations, if
- 22 necessary.
- I don't know what the other parties would
- 24 prefer, but Chisholm doesn't have any problems going into
- 25 February.

1 MR. BRANCARD: Okay. And are we to set a

- 2 contestsed hearing date or are we looking for another
- 3 status conference?
- 4 MR. PADILLA: I think we would be setting a
- 5 hearing date.
- 6 EXAMINER BRANCARD: Let's go around The Horn
- 7 here. Mr. Feldewert, for whatever client you would like
- 8 to represent right now.
- 9 MR. FELDEWERT: Well, I think, as you know,
- 10 Matador has competing cases with I guess Chisholm now, who
- 11 is stepping in the shoes of EGL.
- 12 My understanding is that the parties are,
- 13 as you noted earlier, continuing the productive
- 14 discussions, and at least from our side they are pretty
- 15 optimistic that they're going to be able to make a deal.
- 16 So I have been asked by Matador to see if
- 17 we could just have a status conference in January.
- 18 EXAMINER BRANCARD: I'll check.
- 19 Mr. PADILLA: I don't have any problem with a
- 20 status conference in January. I think that accomplishes
- 21 the same thing as setting a hearing in February.
- 22 EXAMINER BRANCARD: All right. Mr. Rittenhouse,
- 23 your client's position?
- MR. RITTENHOUSE: No objection from EOG.
- 25 MR. BRANCARD: I assume XTO is also okay, Mr.

Page 6 Feldewert. MR. FELDEWERT: Yes, sir. EXAMINER BRANCARD: Thank you. So why don't we set this for a status conference January 6th. MR. FELDEWERT: Appreciate that, Mr. Examiner. And hopefully we will have some good news at that point. EXAMINER BRANCARD: All right. Thank you for everyone's cooperation. (Time noted 8:33 a.m.)

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1	STATE OF NEW MEXICO).
2	: ss
3	COUNTY OF TAOS)
4	
5	REPORTER'S CERTIFICATE
6	I, MARY THERESE MACFARLANE, New Mexico Reporter
7	CCR No. 122, DO HEREBY CERTIFY that on Thursday,
8	November 4, 2021, the proceedings in the above-captioned
9	matter were taken before me; that I did report in
10	stenographic shorthand the proceedings set forth herein,
11	and the foregoing pages are a true and correct
12	transcription to the best of my ability and control.
13	I FURTHER CERTIFY that I am neither employed by
14	nor related to nor contracted with (unless excepted by the
15	rules) any of the parties or attorneys in this case, and
16	that I have no interest whatsoever in the final
17	disposition of this case in any court.
18	
19	/s/Mary Macfarlane
20	MARY THERESE MACFARLANE, CCR NM Certified Court Reporter No. 122
21	License Expires: 12/31/2021
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