

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:

ORIGINAL

APPLICATION OF COG OPERATING, LLC
TO REOPEN CASE NUMBER 15256 TO
POOL THE INTERESTS OF ADDITIONAL
MINERAL OWNERS UNDER THE TERMS OF
COMPULSORY POOLING ORDER R-13963,
LEA COUNTY, NEW MEXICO.

CASE NO. 15256
(Reopened)

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

July 21, 2016

Santa Fe, New Mexico

BEFORE: MICHAEL McMILLAN, CHIEF EXAMINER
WILLIAM V. JONES, TECHNICAL EXAMINER

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This matter came on for hearing before the
New Mexico Oil Conservation Division, Michael McMillan,
Chief Examiner, and William V. Jones, Technical
Examiner, on Thursday, July 21, 2016, 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: Mary C. Hankins, CCR, RPR
New Mexico CCR #20
Paul Baca Professional Court Reporters
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APPEARANCES

FOR APPLICANT COG OPERATING, LLC:

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EXHIBITS OFFERED AND ADMITTED

COG Operating, LLC Exhibit Numbers 14 and 15	4
(These exhibits were not provided to the court reporter and do not accompany this record.)	

1 (11:18 a.m.)

2 EXAMINER McMILLAN: I'm going to call Case
3 15465.

4 EXAMINER JONES: 256.

5 MS. KESSLER: 15256.

6 EXAMINER McMILLAN: Okay. Well, I'm off.
7 My mistake. Okay.

8 15256, application of COG Operating, LLC to
9 reopen Case Number 15256 to pool the interests of
10 additional mineral interest owners under the terms of
11 Compulsory Pooling Order R-13963, Lea County, New
12 Mexico.

13 Call for appearances.

14 MS. KESSLER: Jordan Kessler on behalf of
15 the Applicant.

16 EXAMINER McMILLAN: Any other appearances?
17 Please proceed.

18 MS. KESSLER: Mr. Examiners, this case was
19 originally heard by the Division on February 5th of 2015
20 and resulted in Order R-13963, which I've handed you a
21 courtesy copy of.

22 As you look through this order, you'll see
23 that it created a 200-acre nonstandard spacing and
24 proration unit in the west half-west half of Section 11
25 and the northwest quarter-northwest quarter of Section

1 14, Township 17 South, Range 32 -- the order pooled
2 uncommitted mineral interest owners in the Yeso
3 Formation, West Maljamar-Yeso Oil Pool, and dedicated
4 that spacing unit to the Panhead Number 12H well.

5 Again, COG has recently discovered
6 additional uncommitted interest owners, and, again, I've
7 marked two exhibits, 14 and 15.

8 Exhibit 14 is an affidavit from Joseph
9 Scott who, as I said earlier, is a landman with COG.
10 And this reflects that COG has discovered additional
11 uncommitted mineral interest owners, again in the form
12 of estates with unmarketable title. These estates are
13 identified in paragraph five, which is on the second
14 page of the affidavit. These estates were, again, all
15 unlocatable. No attempts were made to reach them, since
16 they were unlocatable.

17 So Exhibit 15 is a Notice of Publication
18 directed to those estates providing them notice of this
19 hearing.

20 So I would ask for the Division to accept
21 Exhibits 14 and 15 as part of the record.

22 EXAMINER McMILLAN: Exhibits 14 and 15 may
23 now be accepted as part of the record.

24 (COG Operating, LLC's Exhibit Numbers 14
25 and 15 are offered and admitted into

1 evidence.)

2 MS. KESSLER: And I would ask that the
3 uncommitted -- remaining uncommitted interest owners be
4 pooled pursuant to the terms of Order R-13963.

5 EXAMINER McMILLAN: So accepted.
6 15256 will be taken under advisement.

7 Thank you.

8 (Case Number 15256 concludes, 11:21 a.m.)

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*I do hereby certify that the foregoing is
a complete record of the proceedings in
the Examiner hearing of Case No. _____
heard by me on _____.*

_____, Examiner
Oil Conservation Division

1 STATE OF NEW MEXICO
2 COUNTY OF BERNALILLO

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CERTIFICATE OF COURT REPORTER

I, MARY C. HANKINS, Certified Court Reporter, New Mexico Certified Court Reporter No. 20, and Registered Professional Reporter, do hereby certify that I reported the foregoing proceedings in stenographic shorthand and that the foregoing pages are a true and correct transcript of those proceedings that were reduced to printed form by me to the best of my ability.

I FURTHER CERTIFY that the Reporter's Record of the proceedings truly and accurately reflects the exhibits, if any, offered by the respective parties.

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



MARY C. HANKINS, CCR, RPR
Certified Court Reporter
New Mexico CCR No. 20
Date of CCR Expiration: 12/31/2016
Paul Baca Professional Court Reporters