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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: 20957, 20958

APPLICATION OF ASCENT ENERGY LLC FOR COMPULSORY POOLING AND APPROVAL OF AN UNORTHODOX WELL LOCATION, LEA COUNTY, NEW MEXICO.

REPORTER'S TRANSCRIPT OF PROCEEDINGS EXAMINER HEARING December 12, 2019 SANTA FE, NEW MEXICO

This matter came on for hearing before the New Mexico Oil Conservation Division, EXAMINERS LEONARD LOWE, DEAN McCLURE, DYLAN COSS and LEGAL EXAMINER ERIC AMES, on Thursday, December 12, 2019, 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 505-843-9241

Page 2 APPEARANCES For the Applicant: JAMES BRUCE P.O. Box 1056 Santa Fe, NM 87504-1056 505-982-2151 jamesbruce@aol.com INDEX CASE NO. 20957 and 20958 CALLED SUMMARY OF CASE AND MATERIALS TAKEN UNDER ADVISEMENT REPORTER CERTIFICATE EXHIBIT INDEX Offered 1 through 4 (All attachments)

PAUL BACA PROFESSIONAL COURT REPORTERS 500 FOURTH STREET NW - SUITE 105, ALBUQUERQUE, NM 87102

Page 3 1 HEARING EXAMINER COSS: Okay. At this point we 2 would like to call Case Number 20957, Ascent Energy for compulsory pooling, non-standard location, and ask if you 3 would like to combine it with Case Number 20958. 4 5 MR. BRUCE: Yes, I would, Mr. Examiner. 6 HEARING EXAMINER COSS: And ask if there are any 7 other entries of appearance for this case. 8 (No response.) 9 MR. BRUCE: Mr. Examiner, these are the cases of 10 Ascent Energy LLC for compulsory pooling. Case 957 is for the pooling of three Bone Spring wells, one of which is at 11 an unorthodox location because it's too close to the side 12 13 boundary of the well unit. 14 In Case 20958 is for the forced pooling of a Wolfcamp well. 15 16 I submitted to you four exhibits, the landman's 17 affidavit, which shows that notice was given to the offsets regarding the unorthodox location which is done to complete 18 the development pattern in this and the offsetting acreage. 19 20 Geologist affidavit, my affidavit of the notice, 21 and the publication notice. One thing on the publication 22 notice, notice was published. I have never received the affidavit of publication itself. What I have submitted to 23 you is the statement I got from the newspaper together with 24 25 showing the notice as it was published in late November,

1 timely published.

I have been in touch with them. I would ask 2 permission to submit later the actual affidavit of 3 4 publication. And with that I would move the admission of Exhibits 1 through 4 and ask that the cases be taken under 5 advisement. 6 7 (Exhibits 1 through 4 offered.) EXAMINER COSS: Okay. Well, with that, the same 8 9 caveat, we will expect the later submission of the affidavit 10 of notice and ask that the non-standard location aspect of the application be filed separately so that Leonard can deal 11 12 with it administratively. 13 MR. BRUCE: Okay. 14 EXAMINER COSS: Other than that, Case Numbers 15 20957 and 20958 will be taken under advisement. 16 (Cases 20957 and 20958 taken under advisement. Adjourned.) 17 18 19 20 21 22 23 2.4 25

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1	STATE OF NEW MEXICO
2	COUNTY OF BERNALILLO
3	
4	REPORTER'S CERTIFICATE
5	
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 the Reporter's Record of
13	the proceedings truly and accurately reflects the exhibits,
14	if any, offered by the respective parties.
15	I FURTHER CERTIFY that I am neither employed by
16	nor related to any of the parties of attorneys in this case
17	and that I have no interest in the final disposition of this
18	case.
19	Dated this 12th day of December 2019.
20	
21	Irene Delgado, NMCCR 253
22	License Expires: 12-31-19
23	
24	
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