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STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

PRE-HEARING TRANSCRIPT

September 6, 2018

Santa Fe, New Mexico

BEFORE: MICHAEL McMILLAN, CHIEF EXAMINER WILLIAM V. JONES, TECHNICAL EXAMINER DAVID K. BROOKS, LEGAL EXAMINER

This matter came on for hearing before the New Mexico Oil Conservation Division, Michael McMillan, Chief Examiner, William V. Jones, Technical Examiner, and David K. Brooks, Legal Examiner, on Thursday, September 6, 2018, 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 500 4th Street, Northwest, Suite 105 Albuquerque, New Mexico 87102 (505) 843-9241

Page 2 (8:15 a.m.) 1 2 EXAMINER McMILLAN: Good morning. I'd like 3 to call to order Docket Number 37-18. Today's date is September 6th, 2018. The time is 8:15 a.m. My name is 4 5 Michael McMillan. I will be the hearing examiner. То 6 my left is Attorney David Brooks. And for two of the 7 cases, we are going to have other examiners. 8 What I'd like to do now is go through the continuances and dismissals, and if you would, please 9 correct me when mistakes are made. There's so many. 10 11 I'm sure there is going to be. Let's literally go 12 through the docket. 13 Okay. On page 2, Case Number 16378 shall be continued until September the 20th. Case Number 14 16291 shall be continued until October the 18th. Case 15 16 Number 16292 shall be continued until October the 18th. 17 Case Number 16293 shall be dismissed. 18 Turning to page 3, Case Number 16295 shall 19 be continued until October the 18th. Case Number 16304 shall be continued until October the 4th. 20 Turning to page 4, Case Number 16305 shall 21 be continued until October the 4th. Case Number 16381 22 shall be continued until October the 4th. Case Number 23 24 16383 shall be continued until September the 20th. Case 25 Number 16384 shall be continued until September the

Page 3 20th. 1 Turning to page 5, Case Number 16385 shall 2 be continued until September 20th. Case Number 16386 3 shall be continued until September 20th. Case Number 4 16387 shall be continued until September the 20th. Case 5 6 Number 16388 shall be continued until September the 7 20th. Case Number 16389 shall be continued until 8 September the 20th. 9 MR. BRUCE: Mr. Examiner, 16389 is not continued. 10 11 EXAMINER McMILLAN: Yes. I said 16389. 12 MR. BRUCE: No. I'm putting that one on 13 today by affidavit. 14 EXAMINER McMILLAN: Okay. Okay. Let's go to page 8. 16252 shall be 15 16 continued until October the 4th. Case Number 16253 shall be continued until August the 4th. Case Number 17 18 16254 shall be continued until August the 4th. 19 MR. FELDEWERT: I think you mean October 20 the 4th. 21 EXAMINER McMILLAN: Yes. 22 MR. FELDEWERT: I think you said August. 23 EXAMINER McMILLAN: Well, October. I was 24 off a little bit. Come on. 25 (Laughter.)

Page 4 1 MR. FELDEWERT: 2019. 2 EXAMINER McMILLAN: That can be arranged. 3 (Laughter.) EXAMINER McMILLAN: Okay. Case Number 4 16255 shall be continued until October the 4th. 5 Case б Number 16401 shall be continued until September 20th. 7 Turning to page 11, Case Number 16041 shall be continued until October the 4th. Case Number 16354 8 shall be continued until September the 20th. Case 9 Number 16355 shall be continued until September the 10 11 20th. 12 Turning to page 12, Case Number 16347 shall 13 be continued to November 1. Case Number 16438 shall be dismissed. 14 MR. BRUCE: Mr. Examiner, 16347 is also 15 16 dismissed. 17 EXAMINER McMILLAN: Oh, it is. 18 MR. BRUCE: Yes. 19 MS. CALLAHAN: Yes. 20 EXAMINER McMILLAN: Thank you. Okay. Case Number 16348 shall be 21 dismissed. 22 23 And we are on page 13. Case Number 16284 shall be continued until October the 4th. 24 25 Turning to page 14, Case Number 16142 shall

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Page 5 be continued until September the 20th. Case Number 1 16143 shall be continued until September the 20th. 2 Case Number 16231 shall be continued until November the 4th. 3 Case 16130 shall be dismissed. Case 16311 shall be 4 5 dismissed. Turning to page 15, Case Number 16239 shall 6 be continued until December the 6th. 7 8 Turning to page 16, Cases 16240 through 16243 shall be continued until December the 6th. 9 What did I miss? 10 11 MS. CALLAHAN: Mr. Examiner, Case Number 12 16345 is continued to October 4th. 13 MR. FELDEWERT: Page 12? MS. CALLAHAN: Page 12, number 49. 14 EXAMINER JONES: You said October 4th? 15 16 MS. CALLAHAN: Yes. 17 EXAMINER McMILLAN: 16345 shall be continued until October 4th. 18 19 (The prehearing proceedings conclude, 8:24 20 a.m.) 21 (10:00 a.m.) 22 EXAMINER McMILLAN: Announcements? 23 MS. CALLAHAN: Yes. Mr. Examiner, I'd just 24 like to clarify for the record that Novo's cases, 16344 and 16345, items 48 and 49, are to be continued to 25

Page 6 October 4th, please. EXAMINER McMILLAN: Okay. Case Number 16344 shall be continued October the 4th. (The pre-hearing proceedings conclude, 10:00 a.m.) 

Page 7 1 STATE OF NEW MEXICO 2 COUNTY OF BERNALILLO 3 CERTIFICATE OF COURT REPORTER 4 5 I, MARY C. HANKINS, Certified Court Reporter, New Mexico Certified Court Reporter No. 20, 6 7 and Registered Professional Reporter, do hereby certify 8 that I reported the foregoing proceedings in 9 stenographic shorthand and that the foregoing pages are a true and correct transcript of those proceedings that 10 were reduced to printed form by me to the best of my 11 12 ability. 13 I FURTHER CERTIFY that the Reporter's Record of the proceedings truly and accurately reflects 14 the exhibits, if any, offered by the respective parties. 15 16 I FURTHER CERTIFY that I am neither employed by nor related to any of the parties or 17 18 attorneys in this case and that I have no interest in 19 the final disposition of this case. 20 DATED THIS 28th day of September 2018. 21 22 MARY C. HANKINS, CCR, RPR 23 Certified Court Reporter New Mexico CCR No. 20 Date of CCR Expiration: 12/31/2018 24 Paul Baca Professional Court Reporters 25