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

REPORTER'S TRANSCRIPT OF PROCEEDINGS
EXAMINER HEARING

PRE-HEARING TRANSCRIPT

June 27, 2019

Santa Fe, New Mexico

BEFORE: LEONARD LOWE, CHIEF EXAMINER
MICHAEL MCMILLAN, TECHNICAL EXAMINER
DAVID K. BROOKS, LEGAL EXAMINER

This matter came on for hearing before the New Mexico Oil Conservation Division, Leonard Lowe, Chief Examiner; Michael McMillan, Technical Examiner; and David K. Brooks, Legal Examiner, on Thursday, June 27, 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: Mary C. Hankins, CCR, RPR
New Mexico CCR \#20
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(8:24 a.m.)

EXAMINER LOWE: Good morning. My name is Leonard Lowe. Today is June 27th, 2019, Thursday. This is Docket Number 22-19. I will be your hearing examiner for today.

I would like to start the hearing to call out all the continuances and the dismissals for today. Initially, there were 95 cases for the docket today. Of the 95, 76 are continued, and six are dismissed, and they are going to be as follows:

On page 1 of 5 , the following are continued: Case Numbers 20236, 16354, 16355, 20456, 20457, 20414, 20415, 16488, 16487, 16292.

On the same -- on the same page, I will call out the dismissals. The dismissals will be Case Numbers 20442 and 20458, Case Number 20459 and Case Number 20254. That concludes page 1.

Page 2, the continuances are 20489, 20411, 20424, 20347, 20344, 20346, 20345 and 20210. And then Case Number 20267 will be dismissed.

Page 3, the following are continued: 20319, 20211, 20491, 20255, 16381, 16414, 20399, 20400, 20134, 20132, 20133, 20166, 20168, 20167, 20201, 20219, 20217, 20218 and 20309, 20310 and 20565. Case Number 16448 will be dismissed. That concludes page 3.

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Page 4. All the cases on page 4 are continued except for 20580. That's all on page 4.

Page 5, the following cases are continued: 20232, 20371, 20412, 16467, 16430, 16431, 16489, 20450, 20451, 20276, 20277 and 20278 .

And that concludes the dismissals and continuances as of yesterday evening.

Is there anything else that anybody wants to share?

MS. SHAHEEN: There are two things I'd like to point out. One is with respect to, on page 4 , Case Numbers 20248 and 20190. I spoke with Mr. Bruce this morning, and our understanding is that our clients are actually ready to go on July 25 th, but there is a note about a request for a special docket. But we would like to go on July 25th as opposed to -- unless there is a need for us to do a special docket. We'd just like to clarify.

EXAMINER LOWE: Which case was that again?
MS. SHAHEEN: It's on page 4, docket
Numbers 71 and 82, Case Numbers 20248 and 20190. Those are competing proposals, the Lakewood wells, for Percussion and Mewbourne.

EXAMINER LOWE: And you requested for July 25th?

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MS. SHAHEEN: Yes. We are prepared to go on July 25th. So I just didn't want there to be a mix-up that we're waiting to find a special docket because my understanding from talking with Mr. Bruce is that both Mewbourne and Percussion are ready to go on July 25th.

EXAMINER LOWE: Okay. As far as I know, we've kind of -- not setting it, but more than likely they turn out to be that way.

Is that pretty much where it's at?
MS. SALVIDREZ: It should be heard on July 25 th because we have it here, so you should be good.

EXAMINER LOWE: So more than likely, you'll have your case that day.

MS. SHAHEEN: Okay. So then on page 1, I just wanted to note for the record, docket numbers three and four, Case Numbers 16354 and 16355, for Rover, that Mr. Bruce and I filed a withdrawal of substitution -- a notice of substitution of counsel so that I'll be -Sharon Shaheen will be representing Rover going forward instead of Mr. Bruce.

EXAMINER LOWE: Okay. Anything else?
MR. LARSON: Mr. Examiner, Gary Larson.
On the last page, Case Number 20412, I've withdrawn my appearance for Ridge Runner, and

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Mr. Padilla has entered his appearance.
EXAMINER LOWE: Okay. Okay. If there is not anything else, $I$ want to let you-all know that tomorrow, we're going to be hearing the cases on page 5, the SWD cases. That'll be 20472, 20313, 20314, 20465, 20463, tomorrow at 8:30. We'll be hearing those cases.

And that concludes the updates for the docket today.
(The prehearing proceedings conclude, 8:32
a.m.)

STATE OF NEW MEXICO
COUNTY OF BERNALILLO

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.

DATED THIS 15th day of July 2019.

MARY C. HANKINS, CCR, RPR
Certified Court Reporter
New Mexico CCR No. 20
Date of CCR Expiration: 12/31/2019
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