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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: 21837, 21838, 21839, 21840

APPLICATION OF APACHE CORPORATION FOR COMPULSORY POOLING EDDY COUNTY, NEW MEXICO

REPORTER'S TRANSCRIPT OF VIRTUAL PROCEEDINGS

EXAMINER HEARING

MAY 20, 2021

SANTA FE, NEW MEXICO

This matter came on for hearing before the New Mexico Oil Conservation Division, HEARING EXAMINER WILLIAM BRANCARD and TECHNICAL EXAMINER KURT SIMMONS, on Thursday, May 20, 2021, through the Webex Virtual Platform.

REPORTED BY: Carrie Hewerdine, RDR, NMCCR #512
PAUL BACA COURT REPORTERS
500 4th Street, Suite 105
Albuquerque, New Mexico 87102

Page 2 1 APPEARANCES 2 For the Applicant: 3 LANCE HOUGH Modrall Sperling 4 123 East Marcy, Suite 201 Santa Fe, NM 87504-1056 5 505.848.1826 contact@modrall.com 6 7 For BP Petroleum: 8 DANA HARDY Hinkle Shanor 9 218 Montezuma Avenue Santa Fe, NM 87501 10 505.982.4554 11 12 For COG Operating: 13 BETH RYAN 605 West Country Club Road 14 Roswell, NM 88201 575.624.2000 15 16 INDEX 17 CASE CALLED 18 0.3 19 SUMMARY OF CASE AND EXHIBITS 20 04 21 CASE CONTINUED 22 05 23 REPORTER CERTIFICATE 24 06 25

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1 HEARING EXAMINER BRANCARD: With that, I will

- 2 call Cases 1, 2, 3, and 4 on our list, which are Case
- 3 Numbers 21837, 21838, 21839, and 21840. Apache
- 4 Corporation.
- 5 Who is here for Apache? Modrall Sperling.
- 6 LANCE HOUGH: Good morning. This is Lance
- 7 Hough from Modrall Sperling on behalf of Apache
- 8 Corporation.
- 9 HEARING EXAMINER BRANCARD: Thank you,
- 10 Mr. Hough. I have an entry by V-F Petroleum.
- DANA HARDY: Yes, good morning, Mr. Examiner,
- 12 Dana Hardy with the Santa Fe office of Hinkle Shanor on
- 13 behalf of V-F Petroleum.
- 14 HEARING EXAMINER BRANCARD: Okay. COG
- 15 Operating?
- 16 BETH RYAN: Yes. Good norming. Beth Ryan on
- 17 behalf of COG Operating.
- 18 HEARING EXAMINER BRANCARD: Okay. Are there
- 19 any other entries in these four cases this morning?
- If not, how would you like to proceed,
- 21 Mr. Hough?
- 22 LANCE HOUGH: Mr. Examiner, I think it's
- 23 pretty straightforward. We're here for a status
- 24 conference. We would like a setting. I think sometime
- 25 in July would probably be appropriate. I think we're

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1 trying to work things out in the meantime, but I think

- 2 that would be an appropriate setting or whenever is
- 3 next available for the division.
- 4 HEARING EXAMINER BRANCARD: Okay. Any other
- 5 comments from the other parties?
- DANA HARDY: No, Mr. Examiner. I agree with
- 7 Mr. Hough.
- BETH RYAN: I agree as well.
- 9 HEARING EXAMINER BRANCARD: All right. And
- 10 there are no competing cases with these, just these
- 11 four?
- 12 LANCE HOUGH: That's my understanding.
- 13 HEARING EXAMINER BRANCARD: Thank you.
- Okay. Am I correct --
- 15 (Audio interference)
- 16 BETH RYAN: I'm sorry. I didn't hear that.
- 17 HEARING EXAMINER BRANCARD: Put you on that
- 18 docket?
- 19 BETH RYAN: What docket?
- 20 HEARING EXAMINER BRANCARD: July 15.
- 21 BETH RYAN: Okay.
- 22 HEARING EXAMINER BRANCARD: Mr. Hough, will
- 23 that do? Since you're first in line, you get the first
- 24 shot at the -- when we start filling up these dockets.
- 25 LANCE HOUGH: That works for us.

Page 6 HEARING EXAMINER BRANCARD: Okay. That's okay 1 with the other parties? 2 3 BETH RYAN: That's fine with --DANA HARDY: That's fine with V-F Petroleum. 4 BETH RYAN: Fine with COG. Thank you. 5 6 HEARING EXAMINER BRANCARD: I will get a 7 pre-hearing order out. 8 And, once again, I'll just leave the -- the -microphone open for a second. 9 10 If there are any other parties interested in 11 these four cases. 12 Hearing none, then Cases 21837, 21838, 21839, 13 and 21840 will be continued to a July 15th hearing. 14 We need -- do we need continuances filed, 15 Marlene? MARLENE SALVIDREZ: Yes, we do. 16 17 HEARING EXAMINER BRANCARD: Okay. So please file the continuances, and I will issue a pre-hearing 18 19 order. 20 Thank you. 21 (Hearing concluded) 22 23 24 25

Page 7 1 STATE OF NEW MEXICO COUNTY OF BERNALILLO 3 4 REPORTER'S CERTIFICATE 5 I, CARRIE HEWERDINE, RDR, New Mexico Certified 6 7 Court Reporter, CCR 521, do hereby certify that I 8 reported the foregoing virtual proceedings in stenographic shorthand and that the foregoing pages are 9 a true and correct transcript of those proceedings to 10 11 the best of my ability. 12 I FURTHER CERTIFY that I am neither employed by nor related to any of the parties or attorneys in 13 this case and that I have no interest in the final 14 15 disposition of the case. 16 I FURTHER CERTIFY that the Virtual Proceeding 17 was of poor to good quality. 18 Dated this 24th day of May, 2021. 19 20 21 Carrie Hewerdine /s/ 22 Carrie Hewerdine, RDR, NMCCR 521 License Expires: 12-31-21 23 24 25