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## STATE OF NEW MEXICO.

## ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

Application of Colgate Operating, LLC, Case No. 21941 to Amend Order No. R-21405, Order No. R-21405 Eddy County, New Mexico.

## REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

THURSDAY, JUNE 3, 2021

This matter came on for hearing before the New Mexico Oil Conservation Division, William Brancard Hearing Examiner, Leonard Lowe Legal Examiner, on Thursday, June 3, 2021 via the Webex Video Conferencing Platform.

Reported by: Mary Therese Macfarlane

New Mexico CCR No. 122 PAUL BACA COURT REPORTERS

500 Fourth Street NW, Suite 105 Albuquerque, New Mexico 87102

(505) 843-9241.

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1	APPEARANCES	
3	FOR COLGATE OPERATING, LLC: Lance Hough, Esq.  Modrall Sperling P.O Box 2168	
4	Albuquerque, NM (505) 848-1845	
5	ldh@modrall.com	
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8	CASE CALLED:	3
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	A-1 Application	
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16	B Affidavit of Lance D. Hough	5
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- 1 (Time noted 8:58 a.m.)
- 2 HEARING EXAMINER BRANCARD: With that, we have
- 3 Case 21941, No. 18 on the docket, Colgate Operating, LLC.
- 4 Modrall Sperling.
- 5 MR. HOUGH: Good morning, Mr. Examiner. Lance
- 6 Hough of Modrall Sperling on behalf of Colgate Operating,
- 7 LLC.
- 8 HEARING EXAMINER BRANCARD: All right,
- 9 Mr. Hough.
- This case is going by itself?
- 11 MR. HOUGH: Yes. This one in particular.
- 12 HEARING EXAMINER BRANCARD: Thank you. Are
- 13 there any interested parties in Case No. 21941? (Note:
- 14 Pause.) Hearing none, please proceed.
- 15 MR. HOUGH: Thank you, Mr. Examiner.
- In this case Colgate seeks an Order for the
- 17 limited purpose of amending Order 21405 to allow for a
- 18 one-year extension to commence drilling operations.
- 19 The Division entered this Order on July 29,
- 20 2020, so that would make the one-year extension for July
- 21 29, 2022.
- 22 Provided in support of this application are
- 23 the exhibits we submitted, to include Exhibit A, the
- 24 Self-Affirmed Declaration of Mark Hajdik. Within there
- 25 includes the description of the dedicated acreage and

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- 1 wells, which are in the Rincon family.
- 2 He also provides that good cause exists for
- 3 Colgate's from request for extension of time. Due to the
- 4 recent market conditions and the Covid pandemic Colgate
- 5 has had to adjust it's drilling schedule for this
- 6 development.
- 7 Also included is the Application itself and
- 8 then Order 21405. And included as Exhibit B is the
- 9 affidavit from me with respect to Notice, and attached to
- 10 that you will see as B-1 the Hearing Notice, and B-2,
- 11 which is the Confirmation of Mailing, as well as the
- 12 status of the mailings. And B-3 is the Affidavit of
- 13 Publication showing that we published Notice in a
- 14 newspaper of local circulation.
- To be clear that is a one-year extension to
- 16 July 29, 2022.
- 17 So with that, unless there is any
- 18 questions, I request these exhibits be admitted into the
- 19 record and this matter be taken under advisement.
- 20 HEARING EXAMINER BRANCARD: Thank you.
- 21 Mr. Lowe, any questions?
- 22 EXAMINER LOWE: I don't have any questions.
- 23 Thank you.
- 24 HEARING EXAMINER BRANCARD: Thank you. Are
- 25 there any other interested persons in Case No. 21941?

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                     Hearing none, the exhibits will be admitted
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     into the record and the case will be taken under
 3
     advisement.
               (Time noted 9:01 a.m.)
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1	STATE OF NEW MEXICO )	
2	: SS	
3	COUNTY OF TAOS )	
4		
5	REPORTER'S CERTIFICATE	
6	I, MARY THERESE MACFARLANE, New Mexico Reporter	
7	CCR No. 122, DO HEREBY CERTIFY that on Thursday, June 3,	
8	2021, the proceedings in the above-captioned matter were	
9	taken before me; that I did report in stenographic	
10	shorthand the proceedings set forth herein, and the	
11	foregoing pages are a true and correct transcription to	
12	the best of my ability and control.	
13	I FURTHER CERTIFY that I am neither employed by	
14	nor related to nor contracted with (unless excepted by the	
15	rules) any of the parties or attorneys in this case, and	
16	that I have no interest whatsoever in the final	
17	disposition of this case in any court.	
18	/s/ Mary Macfarlane	
19	——————————————————————————————————————	
20	MARY THERESE MACFARLANE, CCR NM Certified Court Reporter No. 122	
21	License Expires: 12/31/2021	
22		
23		
24		
25		