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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 COG Operating LLC, for Compulsory pooling, Lea County, New Mexico

Case No. 22076

## REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

AUGUST 5, 2021

This matter came on for hearing before the New Mexico Oil Conservation Division, William Brancard, Esq. Hearing Examiner, Baylen Lamkin, Technical Examiner, on August 5, 2021 through the Webex Virtual Conferencing Platform hosted by the New Mexico Department of Energy, Minerals and Natural Resources.

Reported by: Mary Therese Macfarlane New Mexico CCR #122 PAUL BACA COURT REPORTERS 500 Fourth Street NW, Suite 105 Albuquerque, New Mexico 87102 (505) 843-9241

Page 2 1 A P P E A R A N C E S 2 For Catena Resources Operating, LLC: 3 Michael Rodriguez, Esq. Hinkle Shanor, LLP 4 P.O. Box 2068 Santa Fe, NM 87504-2068 (505) 982-4544 5 mrodriguez@hinklelawfirm.com 6 CONTENTS 7 CASE NOS: 22076 8 PAGE 9 CASE CALLED: 3 JESSICA PONTIFF QUALIFIED AS EXPERT: 5 10 б 11 INQUIRY BY EXAMINER BRANCARD: 12 TAKEN UNDER ADVISEMENT: б 13 14 15 16 17 18 19 20 21 22 23 24 25

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1		EXHIBIT INDEX	
2	EXHIBITS:		ADMITTED
3	А	Self-Affirmed Statement of Lizzy Laufer, Landman	6
4 5	A-1	Application and Proposed Notice of Hearing	6
6	A-2	C-102s	б
7	A-3	Plat of Tract, Tract Ownership, Pooled Party, Unit Recap	6
8 9	A-4	Sample Well Proposal Letter and AFEs	б
10	A-5	Summary of Communications	б
11	А-б	Hearing Notice Letter and Return Receipts	б
12	A-7	Affidavit of Publication	б
13	В	Self-Affirmed Statement of Jessica Pontiff	6
14	B-1	Location Map	6
15	B-2	Structure Map	б
16	B-3	Stratigraphic Cross-Section	б
17	С	Resume of Jesicca Pontiff	б
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Page 4 1 (Time noted 9:31 a.m.) 2 EXAMINER BRANCARD: Now Item 32 on our agenda 3 today, Case 22076, COG Operating, LLC. Hinkle Shanor. 4 MR. RODRIGUEZ: Michael Rodriguez with Hinkle Shanor on behalf of Applicant COG Operating, LLC. 5 6 EXAMINER BRANCARD: Thank you. Any other 7 interested persons in Case 22076? (Note: Pause.) Hearing none, Mr. Rodriguez you may proceed. 8 MR. RODRIGUEZ: Thank you. 9 In this case COG is seeking an Order 10 pooling all uncommitted mineral interests within the top 11 12 of the Wolfcamp Formation to a measured depth of 10,408 feet, underlying a 963.36-acre, more or less, standard 13 14 horizontal spacing unit comprised of Lots 1 through 4 in 15 the east half/west half, which is the west half equivalent 16 of Sections 19, 30 and 31, Township 25 South, Range 28 17 East, in Eddy County, New Mexico. Ms. Jessica Pontiff is the geologist who is 18 testifying in this matter. Ms. Pontiff has not testified 19 before the Division, and as such a copy of her resume is 20 21 attached as Exhibit A-1. And I'd also like to spell Ms. Pontiff's first and last name for the court reporter. 22 23 It is J-e-s-s-i-c-a, P-o-n-t-i-f-f. 24 With that, I request that Ms. Pontiff's 25 credentials be accepted into the record and the Division

Page 5 qualify Ms. Pontiff as an expert in petroleum geology 1 2 matters. 3 EXAMINER BRANCARD: Are there any objections? 4 (Note: Pause.) Hearing none, your witness is qualified 5 as an expert. б MR. RODRIGUEZ: Thank you. 7 As addressed in the landman's affidavit there is depth severance that exists in the Wolfcamp 8 Formation underlying the unit, and accordingly COG seeks 9 to pool all uncommitted mineral interests from the top of 10 the Wolfcamp Formation to a measured depth of 10,408 feet. 11 12 And the case packet submitted to the 13 Division contains the Compulsory Pooling Checklist; 14 Exhibit A which is the landman's testimony, which includes the related landman exhibits; 15 16 Exhibit B, which is the geologist's 17 testimony, which also includes related geology exhibits; 18 Attachments A-6 and A-7 of Exhibit A also include the sample Notice of Hearing letter, the green 19 cards, an Affidavit of Publication, which reflect that all 20 21 those requirements have been met. 22 With that I ask that Exhibits A, A-1 through A-7, B, B-1 through B-3, be admitted into the 23 24 record, and Case No. 22076 be taken under advisement. 25 (Note: Reporter inquiry re sound breakthough.)

Page 6 EXAMINER BRANCARD: Thank you, Ms. Macfarlane. 1 2 I was going to say the same thing. Q. All right. Any questions? Mr. Lamkin, any 3 4 questions? 5 EXAMINER LAMKIN: I don't have any questions. б Thank you. 7 EXAMINER BRANCARD: Thank you. Mr. Rodriguez, are we talking a three-mile 8 lateral here? 9 MR. RODRIGUEZ: I don't believe so, but, uh, let 10 me take a look. 11 12 EXAMINER BRANCARD: You're covering three 13 sections. MR. RODRIGUEZ: Yes, that might be the case. 14 15 Yes, I do believe that is the case. (Note: Pause.) Yes. 16 EXAMINER BRANCARD: Okay. Pretty exciting. 17 And so for Case 22076, are there any other comments from any other interested persons? (Note: 18 Pause.) Hearing none, the exhibits are accepted into the 19 record and Case 22076 is taken under advisement. 20 21 MR. RODRIGUEZ: Thank you. 22 THE COURT: Thank you. 23 (Time noted 9:36 a.m.) 24 25

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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, August 5,
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	
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