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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, to Amend Order R-21335-A to Extend Time to Commence Drilling Operations, Lea County, New Mexico.

Case No. 22077

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 APPEARANCES 2 For COG Operating, LLC: 3 Michael Rodriguez, Esq. Hinkle Shanor, LLP P.O. Box 2068 4 Santa Fe, NM 87504-2068 (505) 982-4544 5 mrodriguez@hinklelawfirm.com б CONTENTS 7 8 CASE NOS: 22077 PAGE 9 CASE CALLED: 3 TAKEN UNDER ADVISEMENT: 10 4 11 EXHIBIT INDEX 12 EXHIBITS: ADMITTED 13 Self-Affirmed Statement of Matt Α 4 Solomon, Landman 14 Application and Proposed Notice of A-1 4 15 Hearing 16 A-2 Division Order R-21345 4 A-3 Division Order R-21345-A 17 4 18 A-4 Hearing Notice Letter and Return 4 Receipts 19 A-5 Affidavit of Publication 4 20 21 22 23 24 25

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Page 3 Time noted 9:36 a.m.) 1 2 EXAMINER BRANCARD: With that I'll call case 3 22077, Item No. 33 on our agenda, also COG Operating, LLC. 4 MR. RODRIGUEZ: Michael Rodriguez with Hinkle Shanor on behalf of the Applicant COG Operating. 5 6 EXAMINER BRANCARD: Thank you. Are there any 7 other persons interested in Case 22077? (Note: Pause.) Hearing none, Mr. Rodriguez you may proceed. 8 MR. RODRIGUEZ: Thank you. 9 In this case COG requests that the Division 10 amend Order No. R-21345-A to extend the deadline to 11 12 commence drilling operations until June 30, 2022. 13 The Order created a 480-acre standard 14 horizontal spacing unit comprised of the east half of 15 Section 20 and the northeast quarter of Section 29, 16 Township 25 South, Range 35 East, in Lea County, New 17 Mexico, and it dedicated the unit to COG's Green Beret Fed Com 501H, 601H and 602H wells. 18 19 Order No. R-21345A extended the deadline to commence drilling the wells before January 7, 2022, and 20 21 since these Orders were issued COG was required to revise 22 its drilling schedule due to the delays from Covid 19 as well as commodity prices over that, uh, tenure, and now 23 24 plans to drill these wells after January, 2022. 25 The case packet submitted to the Division

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Page 4 contains Exhibit A, which is the landman's testimony and 1 2 related attachments. 3 Exhibits A-4 and A-5 are the sample Notice of Hearing letter, and an Affidavit of Publication 4 reflecting that all Notice requirements have been met. 5 And with that I ask that Exhibits A and A-1 б 7 through A-5 be admitted into the record and Case No. 22077 8 be taken under advisement. EXAMINER BRANCARD: Thank you. Mr. Lamkin, any 9 questions? 10 11 EXAMINER LAMKIN: None from me. Thanks. 12 EXAMINER BRANCARD: Thank you. Are there any 13 other interested persons in Case 22077? (Note: Pause.) Hearing none, the exhibits will be admitted into the 14 record and Case 22077 will be taken under advisement. 15 16 MR. RODRIGUEZ: Thank you. 17 (Time noted 9:43 a.m.) 18 19 20 21 22 23 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
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