

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

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

Application of EOG Resources, Inc.
to Pool Additional Interests under
the Terms of Order R-14371,
Lea County, New Mexico Case No. 22126

Application of EOG Resources, Inc.
to Pool Additional Interests under
the Terms of Order R-14364
Lea County, New Mexico Case No. 22130

REPORTER'S TRANSCRIPT OF PROCEEDINGS

STATUS CONFERENCE

THURSDAY, SEPTEMBER 9, 2021

SANTA FE, NEW MEXICO

This matter came on for hearing before the
New Mexico Oil Conservation Division, William
Brancard, Esq. Hearing Examiner, Kurt Simmons,
Technical Examiner, on September 9, 2021, via Webex
Virtual Conferencing Platform, hosted by New Mexico
Department of Energy, Minerals and Natural Resources

Reported by: Mary Therese Macfarlane
New Mexico CCR #122
PAUL BACA PROFESSIONAL COURT REPORTERS
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Albuquerque, New Mexico 87102
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A P P E A R A N C E S

FOR EOG RESOURCES:

Michael Feldewert, Esq.
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C O N T E N T S

CASE NOS. 22126, 22130, EOG RESOURCES, INC.	PAGE
CASE CALLED:	3
TAKEN UNDER ADVISEMENT:	6

I N D E X O F E X H I B I T S.

NO.	DESCRIPTION	ADMITTED
A	Filed Applications	6
B	Pooling Orders Nos. 14364, 14371	6
C	Affidavit of Laci Stretcher, Landman	6
C-1	General Location Map	6
C-2	Ownership Information	6
C-3	C-102s	6
C-4	Well Proposal Letters	6
C-5	AFEs	6
C-6	Chronology of Contact	6
D	Notice Affidavit	6
E	Affidavit of Publication	6

1 (Time noted 9:39 a.m.)

2 EXAMINER BRANCARD: I will call Case Nos. 22126
3 and 22130, EOG Resources.

4 MR. FELDEWERT: May it please the Examiner,
5 Michael Feldewert of the Santa Fe office of Holland and
6 Hart on behalf of the Applicant in these consolidated
7 cases.

8 EXAMINER BRANCARD: Thank you. Are there any
9 other interested parties for Cases 22126, 22130? (Note:
10 Pause.) Hearing none, you may proceed, Mr. Feldewert.

11 MR. FELDEWERT: Sure. Mr. Examiner, Mr.
12 Simmons, we are -- in these consolidated cases the company
13 is seeking to add three additional mineral owners to
14 existing Pooling Orders. Our applications are under
15 Exhibit A.

16 If you look at Exhibit B you will find the
17 existing Pooling Orders. There is one for the Wolfcamp
18 and there's one for the Bone Spring involving the same
19 acreage. You will note that these are, I guess,
20 old-school Pooling Orders; they were signed back in 2017
21 by Mr. Catenach. And nothing needs to be changed with
22 respect to these Pooling Orders except adding these
23 additional parties.

24 The affidavit of Laci Stretcher, a landman
25 at EOG, has been provided as Exhibit C. And C-1 of course

1 contains the General Location Map. What's of a particular
2 interest, I think, Mr. Examiners, is Exhibit C-2, which
3 basically starts at page 25 of our exhibit package. That
4 identifies first the tracts of land that are involved in
5 both the Bone Spring and the Wolfcamp spacing units is the
6 same. It identifies, then, the three mineral owners that
7 we seek to pool, and there is a slide for each individual
8 mineral owner. It would be Marathon, then Jimmy Smith,
9 and Viper. Now, Viper only owns in the Wolfcamp.

10 The other thing about these slides is they
11 explain briefly why each of these mineral owners now has
12 to be added to the Pooling Order. There's different
13 reasons for each one.

14 C-3 contains the C-102s for the existing
15 Bone Spring and Wolfcamp wells in these horizontal spacing
16 units. And, Mr. Simmons, I would pay particular attention
17 to page 33 of our presentation which involves the C-102.
18 You'll see it says the Osprey 1H (sic). Behind that I
19 included a sundry notice that shows that there was a name
20 change to the 602. That was confusing to me when I first
21 looked at it, so that's why I wanted to make sure it was
22 clear that that is the C-102 for the existing what is now
23 called the 602H well.

24 Exhibit C-4 then contains the Well Proposal
25 Letters that were sent to each of these mineral owners.

1 Exhibit C-5 contains the actual
2 expenditures for these existing wells.

3 And then C-6 contains the Chronology of
4 Contacts with each one of these mineral owners, and EOG
5 was able to reach out and contact each mineral interest
6 owner or their representative.

7 Rounding out the exhibits, Exhibit D is our
8 Notice affidavit, and then Exhibit E is the Affidavit of
9 Publication. We know we have a good address for Jimmy
10 Smith, but it looks like UPS was not able, Postal Service
11 was not able to get it done the first time. But we do a
12 have a Notice of Publication as Exhibit E.

13 So with that we would move the admission of
14 Exhibits A through E and ask that the Division just issue
15 what has become a standard Supplemental Pooling Order, and
16 simply add these additional mineral owners to the existing
17 Pooling Orders.

18 EXAMINER BRANCARD: Thank you. Mr. Simmons, any
19 questions?

20 EXAMINER SIMMONS: No, everything appears to be
21 in order. I would just note for the record that it
22 doesn't seem that the Osprey 10H was changed to the 601H
23 and not the 602 as Mr. Feldewert was stating.

24 Other than that, everything appears to be
25 in order.

1 MR. FELDEWERT: Thank you for catching that.

2 EXAMINER BRANCARD: Okay. So are there any
3 other interested persons with comments on Cases 22126,
4 22130?

5 Hearing none the exhibits will be admitted
6 into the record and these Cases 22126, 22130 will be taken
7 under the advisement.

8 MR. FELDEWERT: Thank you.

9 (Time noted 9:44 a.m.)

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1 STATE OF NEW MEXICO)

2 : ss

3 COUNTY OF TAOS)

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REPORTER'S CERTIFICATE

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I, MARY THERESE Macfarlane, New Mexico Reporter

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CCR No. 122, DO HEREBY CERTIFY that on Thursday,

8

September 9, 2021, the proceedings in the above-captioned

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matter were taken before me; that I did report in

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stenographic shorthand the proceedings set forth herein,

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and the foregoing pages are a true and correct

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transcription to 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

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that I have no interest whatsoever in the final

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disposition of this case in any court.

18

/s/ Mary Macfarlane

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MARY THERESE Macfarlane, CCR

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NM Certified Court Reporter No. 122

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License Expires: 12/31/2021

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