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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. 22294

REPORTER'S TRANSCRIPT OF PROCEEDINGS

THURSDAY, NOVEMBER 4, 2021

EXAMINER HEARING

This matter came on for hearing before the New Mexico Oil Conservation Division, William Brancard, Esq. Hearing Examiner, Dean McClure Technical Examiner, on Thursday, November 4, 2021, via 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 PROFESSIONAL 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 Dana S. Hardy, Esq. Hinkle Shanor, LLP 4 P.O. Box 2068 Santa Fe, NM 87504-2068 5 (505) 982-4544. dhardy@hinklelawfirm.com б FOR PAIGE BAIRD AND NORMAL LOVING: 7 Sharon T. Shaheen, Esq. 8 Montgomery & Andrews 325 Paseo de Peralta 9 Santa Fe NM 87501 (505) 986-2678 10 sshaheen@montand.com 11 FOR MATADOR PRODUCTION COMPANY and MRC PERMIAN: 12 James Bruce, Esq. Post Office Box 1056 13 Santa Fe, NM 87504 (505) 982-2043 14 jamesbruc@aol.com 15 16 CONTENTS 17 CASE NO. PAGE 18 CASE CALLED: 4 19 б TAKEN UNDER ADVISEMENT: 20 21 22 23 24 25

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Page 4 1 (Time noted 10:27 a.m.) 2 EXAMINER BRANCARD: All right. With that I 3 believe we are on Case 22294, COG Operating, LLC. 4 MS. HARDY: Mr. Examiner, Dana Hardy with the 5 Santa Fe office of Hinkle, Shanor on behalf of COG б Operating, LLC. EXAMINER BRANCARD: All right. We have entry of 7 appearance for Paige Baird and Norma Loving. 8 MS. SHAHEEN: Good morning. Sharon Shaheen, 9 Montgomery & Andrews, on behalf of Paige Baird and Norma 10 Loving, who have no objection to this case going forward 11 12 by affidavit. 13 EXAMINER BRANCARD: Thank you. Are there any other entries of appearance for Case 22294? 14 15 MR. BRUCE: Mr. Examiner, Jim Bruce entering an 16 appearance on behalf of Matador Production Company and MRC 17 Permian Company, who do not object to the matter proceeding by affidavit. 18 19 EXAMINER BRANCARD: Thank you. Any other entries of appearance for 22294? (Note: Pause.) Hearing 20 21 none, Ms. Hardy, you may proceed. 22 MS. HARDY: Thank you. 23 In this case COG seeks an Order pooling all 24 uncommitted mineral interests in the Wolfbone Pool, 25 underlying a standard 960.16-acre, more or less,

Page 5 horizontal spacing unit comprised of all of Irregular 1 2 Section 1 and the north half of Section 12, Township 25 3 South, Range 34 East in Lea County. 4 The unit includes proximity tracts and will be dedicated to six initial wells. 5 We've provided in support of the 6 7 application the affidavits of Landman Matt Solomon and 8 Geologist Brian Sitek. 9 Mr. Solomon provides the standard land exhibits, the tract ownership information, and pooled 10 parties are identified in Exhibit A-3. 11 12 We timely provided the Notice by certified mail as shown in Exhibit A-7, and we also did publish 13 Notice timely, and the Affidavit of Publication is 14 included in Exhibit A-7. 15 16 Mr. Sitek's affidavit includes the standard 17 geology exhibits, including a Location Map, Structure Map, and Cross Section. 18 19 And with that unless there are questions I request that the exhibits be admitted into the record and 20 21 that the case be taken under advisement. Thank you. 22 EXAMINER BRANCARD: Thank you. Ms. Shaheen, any questions or objections? 23 24 MS. SHAHEEN: Not for me. Thank you. 25 EXAMINER BRANCARD: Mr. Bruce, any questions or

Page 6 objections? 1 2 MR. BRUCE: No, sir. 3 EXAMINER BRANCARD: Mr. McClure. EXAMINER McCLURE: I was going to say you sound 4 excited, but I don't have any questions either. 5 EXAMINER BRANCARD: All right. 6 7 Are there any other interested persons for 8 Case 22294, COG Operating, Green Eyeshade Wells. (Note: 9 Pause.) Hearing none, the exhibits in Case 22294 10 11 will be admitted and this case will be taken under advisement. 12 13 Thank you. 14 MS. HARDY: Thank you. (Time noted 10:29 a.m.) 15 16 17 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,
8	November 4, 2021, the proceedings in the Above-captioned
9	matter were taken before me; that I did report in
10	stenographic shorthand the proceedings set forth herein,
11	and the foregoing pages are a true and correct
12	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
16	that I have no interest whatsoever in the final
17	disposition of this case in any court.
18	
19	_/s/Mary Macfarlane
20	MARY THERESE MACFARLANE, CCR
21	NM Certified Court Reporter No. 122 License Expires: 12/31/2021
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