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STATE OF NEW MEXICO

ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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

APPLICATION OF COLGATE OPERATING LLC TO NUNC PRO TUNC AMEND ORDER NO. R-21590 EDDY COUNTY, NEW MEXICO,

> CASE NO. 22579 ORDER NO. R-21590

REPORTER'S TRANSCRIPT OF VIRTUAL PROCEEDINGS EXAMINER HEARING MARCH 3, 2022 SANTA FE, NEW MEXICO

This matter came on for virtual hearing before the New Mexico Oil Conservation Division, HEARING OFFICER WILLIAM BRANCARD and TECHNICAL EXAMINER DEAN McCLURE on Thursday, March 3, 2022, through the Webex Platform.

Reported by: Irene Delgado, NMCCR 253 PAUL BACA PROFESSIONAL COURT REPORTERS 500 Fourth Street, NW, Suite 105 Albuquerque, NM 87102 505-843-9241

Page 2 A P P E A R A N C E S For the Applicant: EARL DEBRINE MODRALL SPERLING ROEHL HARRIS & SISK PA 500 4th Street, NW, Suite 1000 Albuquerque, NM 87102 505-848-9710 INDEX CASE CALLED SUMMARY OF CASE AND EXHIBITS TAKEN UNDER ADVISEMENT REPORTER CERTIFICATE EXHIBIT INDEX Admitted All Exhibits and Attachments

PAUL BACA PROFESSIONAL COURT REPORTERS 500 FOURTH STREET NW - SUITE 105, ALBUQUERQUE, NM 87102

Page 3 1 HEARING EXAMINER BRANCARD: I think we are on 2 Case 22579, Colgate Operating. 3 MR. DEBRINE: Good morning, Mr. Examiner. Earl 4 Debrine with the Modrall Sperling Firm on behalf of Colgate 5 Operating LLC. 6 HEARING EXAMINER BRANCARD: Thank you. Are there 7 any other interested persons for Case 22579? 8 (No audible response.) 9 HEARING EXAMINER BRANCARD: Hearing none, 10 Mr. Debrine, you may proceed. MR. DEBRINE: This case involves an application 11 12 by Colgate to amend Order R-21590 to extend the time for 13 drilling nunc pro tunc. It was timely filed before the 14 original deadline and the order to commence drilling was 15 expired. We have supported the application with the 16 Exhibit A which is the self-affirmed declaration of the 17 landman Mark Hadjik and also the affidavit of notice of our 18 firm, Jamie Allen. And it requests that notwithstanding the 19 President's Day holiday, that everything was timely, the 20 notice to the parties to the original order. And we also as 21 an abundance of caution published notice of the application, 22 23 and that was also timely published. 24 We believe that the matters set forth are 25 self-explanatory. The order established horizontal spacing

Page 4 unit, 320 acre Bone Spring horizontal spacing unit in the 1 2 S/2 of the N/2 of Sections 32 and 31 of Township 19 South, Range 28 East in Eddy County. The two wells are dedicated 3 4 to the unit of the Bolander 32 State Fed Com 122H and 132H wells. And with that, we will stand for any questions. 5 6 HEARING EXAMINER BRANCARD: Thank you. Mr. 7 McClure? 8 TECHNICAL EXAMINER McCLURE: No questions, sir. 9 HEARING EXAMINER BRANCARD: Are there any other 10 interested persons for Case 22579? (No audible response.) 11 12 HEARING EXAMINER BRANCARD: Hearing none, in the 13 Case of 22579, the exhibits will be admitted into the record 14 and the case will be taken under advisement. MR. DEBRINE: Thank you, Mr. Examiner. 15 (Exhibits admitted.) 16 (Taken under advisement.) 17 18 19 20 21 22 23 24 25

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1	STATE OF NEW MEXICO
2	COUNTY OF BERNALILLO
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4	REPORTER'S CERTIFICATE
5	I, IRENE DELGADO, New Mexico Certified Court
6	Reporter, CCR 253, do hereby certify that I reported the
7	foregoing virtual proceedings in stenographic shorthand and
8	that the foregoing pages are a true and correct transcript
9	of those proceedings to the best of my ability.
10	I FURTHER CERTIFY that I am neither employed by
11	nor related to any of the parties or attorneys in this case
12	and that I have no interest in the final disposition of this
13	case.
14	I FURTHER CERTIFY that the Virtual Proceeding was
15	of extremely poor to good quality.
16	Dated this 3rd day of March 2022.
17	/s/ Irene Delgado
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19	Irene Delgado, NMCCR 253 License Expires: 12-31-22
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