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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 MEWBOURNE OIL COMPANY FOR COMPULSORY POOLING EDDY COUNTY, NEW MEXICO

Case No. 22837, 22838, 22839, 22840

REPORTER'S TRANSCRIPT OF VIRTUAL PROCEEDINGS PUBLICATION NOTICE HEARING June 16, 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 HEARING OFFICER DYLAN ROSE-COSS on Thursday, June 16, 2022, through the Webex Platform.

Reported by: PAUL BACA COURT REPORTERS 500 4th Street, NW, Suite 105 Albuquerque, New Mexico 87102 505-843-9241

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Page 4 1 HEARING OFFICER BRANCARD: Item 20 now on 2 today's agenda. These will be cases 22837, 22838, 3 22839, 22840, Mewbourne Oil Company. 4 MR. BRUCE: Jim Bruce on behalf of Mewbourne. 5 HEARING OFFICER BRANCARD: We have an 6 7 entry from Cimarex Energy Company. 8 MR. KITTINGER: Good morning, 9 Mr. Examiner, Luke Kittinger with Abadie & Schill on 10 behalf of the Coterra Energy, Inc., and affiliates 11 Cimarex Energy Company and Magnum Hunter Production. 12 HEARING OFFICER BRANCARD: Thank you. 13 COG Operating, LLC. 14 MR. RITTENHAUS: This is Joby Rittenhouse 15 appearing on behalf of COG Operating. 16 HEARING OFFICER BRANCARD: Thank you. 17 Fasken Oil & Ranch. MR. FELDEWERT: Mr. Examiner, Michael 18 19 Feldewert with Santa Fe office of Holland & Hart. Ι 20 believe -- yes. 21 Mr. Examiner I believe at the last 22 hearing, we confirmed that Fasken Oil & Ranch is no 23 longer being pooled in these proceedings. 24 MR. BRUCE: That is correct, Mr. Hearing 25 Examiner.

Page 5 1 HEARING OFFICER BRANCARD: Thank you. 2 V-F Petroleum, Inc. 3 MS. HARDY: Good morning. Dana Hardy with the Santa Fe Office of Hinkle Shanor on behalf of 4 the V-F Petroleum entities. 5 HEARING OFFICER BRANCARD: 6 Thank you. 7 Any other interested persons in Cases 22837, -838, -839, -840? 8 9 All right. So again notice issues, 10 Mr. Bruce, in overlapping spacing unit. 11 MR. BRUCE: Yes. First of all, as to the notice, the publication notice was again a day late; 12 13 however, I have received green cards back from every 14 single party who was pooled, who was notified by certified mail. And so I need to supplement the 15 16 record to show the status of that, everyone 17 delivered -- was delivered with actual notice. And notice of the overlap has been sent up 18 19 to the client and I have that somewhere sitting in 20 my office and they have mailed it out by certified 21 mail. No one has objected at this point to the 22 overlap. I don't think there's anything more to do 23 at this point unless somebody objects and then it 24 would go to hearing or to have to be set for a 25 hearing. But if you would like -- if it helps to

Page 6 continue this to July 7th so I can get that letter 1 2 to you, that would be -- that's no big deal. 3 HEARING OFFICER BRANCARD: Okay. 4 Mr. Rose-Coss any questions? 5 MR. ROSE-COSS: So all of the parties 6 currently entering appearances are (audio cut out) 7 as going as a hearing or as an affidavit case? 8 MR. BRUCE: That is correct. They did not object at the hearing two weeks ago to proceeding by 9 10 affidavit. 11 MR. ROSE-COSS: Okay. And so this is just kind of clearing up notice again and --12 13 There was one other matter. MR. BRUCE: 14 Mr. Garcia said I had an incorrect depth on one of the pooling checklists, and I've been trying to 15 track that down and I did not see where that is, but 16 I need to clear that up for Mr. Garcia and the 17 Division. 18 19 MR. ROSE-COSS: Okay. There wasn't any 20 contest regarding the overlapping spacing unit? 21 MR. BRUCE: Nobody objected to it at the 22 prior hearing, but pursuant to whatever the Division 23 rule number is, a certified letter was subsequently 24 sent out giving parties notice, express notice of the overlap and giving them 20 days to object. And 25

Page 7 that 20 days will probably pass here in about five 1 2 days. 3 MR. ROSE-COSS: Okay. Well, those are the issues I had that are now clarified for me. 4 Then 5 I'll pass the microphone to Mr. Brancard. HEARING OFFICER BRANCARD: 6 Thank you. 7 I'll just stick with the other parties. Are there 8 any other questions or concerns, Mr. Rittenhouse? MR. RITTENHOUSE: Nothing from COG. 9 10 HEARING OFFICER BRANCARD: Mr. Kittinger? 11 MR. KITTINGER: None from Cimarex. 12 HEARING OFFICER BRANCARD: Ms. Hardy? 13 MS. HARDY: Nothing, Mr. Examiner. 14 HEARING OFFICER BRANCARD: And I see 15 you're fine, Mr. Feldewert. Okay. So it looks like we do need to 16 continue this so you can document the notice to the 17 overlapping spacing unit which it looks like they 18 19 need a little more time anyway on that. 20 MR. BRUCE: Okay. 21 HEARING OFFICER BRANCARD: So why don't we 22 continue this, then, to July 7th? 23 MR. BRUCE: Thank you. 24 HEARING OFFICER BRANCARD: Thank you. 25 (Proceedings concluded at 8:53 a.m.)

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1	REPORTER'S CERTIFICATE	
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3	I certify that the foregoing is a correct	
4	transcript from the record of proceedings in the	
5	above-entitled matter. I further certify that the	
б	transcript fees and format comply with those	
7	prescribed by the Court and the Judicial Conference	
8	of the United States.	
9		
10	Date: June 16, 2022	
11	/s/ Edwina Castillo	
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