Page 1

## 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 COG OPERATING LLC FOR COMPULSORY POOLING AND APPROVAL OF NON-STANDARD SPACING UNIT LEA COUNTY, NEW MEXICO

Case No. 22847

REPORTER'S TRANSCRIPT OF VIRTUAL PROCEEDINGS NOTICE ISSUES RELATED TO NONSTANDARD SPACING UNIT 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

Page 2 1 A P P E A R A N C E S 2 For COG Operating: 3 HINKLE SHANOR LLP PO Box 2068 Santa Fe, New Mexico 87504-2068 4 505-892-4554 5 BY: DANA SIMMONS HARDY dhardy@hinklelawfirm.com б 7 For MRC: 8 JAMES GARRETT BRUCE, ATTORNEY AT LAW PO Box 1056 Santa Fe, New Mexico 87504-1056 9 505-982-2043 BY: JAMES G. BRUCE 10 jamesbruc@aol.com 11 12 INDEX 13 PAGE 14 3 CASE CALLED 15 HEARING 4 16 CERTIFICATE OF REPORTER 5 17 18 19 20 21 22 23 24 25

Page 3 1 HEARING OFFICER BRANCARD: We'll call case 2 22847. COG Operating. 3 MS. HARDY: Good morning, Mr. Examiner, this is Dana Hardy with the Santa Fe office of 4 Hinkle Shanor on behalf of COG Operating, LLC. 5 HEARING OFFICER BRANCARD: Can I have an 6 7 entry of appearance for MRC Permian? 8 MR. BRUCE: Yes, Mr. Examiner, Jim Bruce 9 on behalf of MRC. And I'm not objecting to the 10 proceedings going ahead by affidavit. 11 HEARING OFFICER BRANCARD: Thank you. 12 So Ms. Hardy, this a continuation from June 2nd. Again, notice issues related to a 13 14 nonstandard spacing unit? 15 MS. HARDY: That's correct, Mr. Examiner. 16 Actually, I think, it is a notice issue but it was solely due to the delay in the newspaper 17 publication. So we had continued it to allow that 18 19 notice period to run and that has occurred and no 20 other parties have objected or entered an 21 appearance. 22 So unless there are questions, I would ask 23 that the exhibits be accepted and that the case be 24 take under advisement. And COG does have plans to drill these wells beginning, I think, within the 25

Page 4 next month and so we had requested an expedited 1 2 order and we understand how busy of the Division is, 3 but I wanted to mention that request again and we would really appreciate receiving an order soon, as 4 5 soon as possible. Thank you. HEARING OFFICER BRANCARD: Thank you. 6 7 Mr. Rose-Coss, any questions? 8 MR. ROSE-COSS: No questions. 9 I opened up the case file and saw that 10 there was an additional information submitted. But it was just to allow the paper, as to the lapse or 11 more time sensitive that happened, that explains it. 12 13 So I quess we're good. 14 HEARING OFFICER BRANCARD: Thank you. All 15 right. With that, are there any other interested persons, then, for Case 22847? 16 17 Hearing none, whatever exhibits there are will be admitted in the record. And Case 22847 will 18 19 be taken under advisement. 20 MS. HARDY: Thank you, very much. 21 (Proceedings concluded at 8:41 a.m.) 2.2 23 24 25

	Page 5
1	REPORTER'S CERTIFICATE
2	
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
6	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
12	
13	EDWINA CASTILLO, RPR, CCR
14	Certified Court Reporter #407 License Expires: 12-31-2022
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	