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7 **OCD Regular Docket December 18, 2025-** 8 **20251218_085443-Meeting Recording**

9 December 18, 2025, 3:54PM

10 1h 35m 51s

12  **Pecos Hall** started transcription

14  **Pecos Hall** 0:03

15 Good morning.

16 It's 854. We're gonna start a few minutes early because I'm gonna ask a little bit off
17 topic.

18 Question. My name is Gregory Chakalian.

19 This is the oil conservation division. Second, regular docket restricted to status
20 conferences and continued hearing by affidavits that needed some additional work
21 and review.

22 Dean.

23 McClure is with us not on camera, but he's listening.

24 And he can participate if necessary.

25 Freya is running the show and we've been recording for, I think about an hour now
26 so.

27 Before we get into our docket, I thought I would ask the regulated community.

28 For some feedback on the new procedures that we noticed.

30  **+15*****12** 0:50

31 Thank you.

33  **Pecos Hall** 0:56

34 Beginning November 1st, for two of them in December 1st for one of them.

35

2  +15*****12 0:57

37 None.

38

2  **Pecos Hall** 1:01

40 And I thought I would just go around the room.

41 I'm gonna start from my left and go to my right and just get some feedback. While

42 Freya and Dean are listening so that we can give it some feedback as well.

43 So let's start.

44

4  +15*****12 1:15

46 Yes.

47

4  **Pecos Hall** 1:17

49 Good. Oh, Jackie. You wanna for for Hardy MacLaine?

50 You wanna chirp up?

51 All right.

52 Sounds good.

53 Please keep.

54 Please no swear words please.

55 Everyone knows I don't.

56 No, I don't. I don't.

57 I don't swear.

58 More please keep your comments limited short. Just give us the high points of of the
59 ups and downs of the three notices from your perspective.

60

6  +15*****12 1:34

62 Yeah.

63

6  **Pecos Hall** 1:43

65 So, Jackie, go ahead, OK.

66 Thank you.

67 First, I will begin with the filing system. I personally file regularly and.

68 One thing I know that we had heard that it was not meant to be.

69 Required to input things like the pool and pool code, but you can't submit an

70 application for a new compulsory pooling application without completing every
71 single one of the boxes except for the facilities.
72 One, that's the one that you don't have to do if you're filing a reopen application or
73 an application to amend an order. You do not have to fill out everything. All you have
74 to fill out.
75 Is.
76 The notice.
77 Portion and attach the PDF of the application.
78 Secondly, there is no function on the OCD website to administratively request an
79 extension of a pooling order.
80 We have reached out and asked for that.
81 Because the part of that I thought was to streamline things and take cases off the
82 jacket.
83 We're continuing to have to come for that. So adding that function would be very
84 helpful or giving us an e-mail where we can.

85

86  +15*****12 2:54

87 Yeah.

88 And.

89

90  Pecos Hall 3:00

91 And submit those administrative requests for an extension that would be helpful.
92 Lastly, the ownership commitment exhibit that was also part of the notice the Group
93 of notices that went out.
94 If someone could explain the reasoning that would be wonderful, but it seems to be
95 a compilation of exhibits already in existence.
96 That's creating more time and work.
97 For many of our, you know, administrative assistants, clients and ourselves that have
98 to check these.
99 We already have the notice that was sent out as a notice exhibit that's required the
100 unit recapitulation exhibit with the pool parties list that shows who's committed and
101 who's not committed.
102 So it would be nice to not have to do that additional work.
103 Work, as we're already being asked to take additional time to file the applications
104 now because the filing is a very, very lengthy process to do. One simple application

105 can sometimes take 20 to 30 minutes to file.
106 So that's what I have to thank you. Thank you.
107 I'm not sure who you are.
108 I'm really sorry. With Holland and heart and I know that Paula can speak to this.
109 More effectively than I can, right?
110 Yes, and please do it in the same format that Jackie McLean.
111 Well, I guess well, let's go with Dena Bennett. Since you're technically next in line, if
112 you'll do it in the same format that Jackie did, it's, it's succinct and it just alerts Freya
113 and Dean on what issues you might be having.
114 So we can go to it and and see if we can get that fixed.
115 Thank you.
116 On the filing and this might not be a question for IT, but with the pool and pool
117 code.
118 I'm curious about whether if we enter the wrong pool and pool code our our
119 application's going to be rejected at hearing because a lot of times we are working
120 off of preliminary information on the pool and pool code at the time we're filing the
121 application and so.
122 This is not necessarily question for ITI.
123 Don't think unless we could bypass the pool and pool code at the time.
124 Yes, we are aware of this issue and it wasn't the intention of the division to require
125 the pool code to be mandatory.
126 It is working to correct this.
127 Thank you. On the extensions and.
128 Amendment to the development plan.
129 I echo Jackie's comments that my my reading of the guidance and of the orders was
130 that it was to be streamlined and we wouldn't even need to submit a hearing
131 application.

132

133 **JP James Parrot 5:47**

134 Yeah.

135

136 **PH Pecos Hall 5:56**

137 And so the fact that we now have to submit a hearing application, not now, we were
138 all all the time having to submit hearing applications, but it so it doesn't seem like it's
139 that much of A gained efficiency.

140 And then I do have hold on one second.
141 Is there someone who could be muted?
142 It sounds like someone's moving papers around in the background. Oh, thank you.
143 As you know, that irritates me when I hear background noise.
144 Right, right, right, Go ahead.
145 I'm sorry, Miss Bennett.
146 So so back to this.
147 Back to the streamlined extensions you were saying you thought it was. What now
148 that we weren't going to have to submit applications to the portal at all, that there
149 was going to be an alternative mechanism for us to alert the division to uncontested.
150 But how would you know? It's uncontested if we are obligated under the orders, not
151 we, but our clients, through us to send out notice 20 days in advance.
152 And so if.
153 There is no protest during the 20 days and I'm going from yes, memory on the
154 orders here then the.
155 Amendment or extension was, as I read the orders and the I think it was the July
156 guidance, the amendment and the extension was deemed approved.
157 And so I did raise a question with the division about how to memorialize the deemed
158 approval, but that shouldn't have in my mind anyway led to having to file an
159 application with the division.
160 Taking the division's time to just say this has not been protested.
161 So that to me seemed the guidance that we received seemed inconsistent with the
162 intent of the language in the order and the earlier guidance on it, OK.
163 So let's go back for a moment.
164 So in the old in the old way of doing it, every extension had to be filed with an
165 application to the division, and if it wasn't protested, we'd still hear it by affidavit and
166 blah blah blah, OK.
167 So we we were trying to avoid.
168 Having to do a lot of these extensions by hearing.
169 So then in your mind.
170 In your mind, how would that be done?
171 So what I was, what I was thinking is we would send out the notice and we would
172 notify OCD as well.
173 That's what the orders require is notice to the parties and notice to OCD 20 days, 20
174 days before what you want.

175 20 days, I guess before would be deemed approved.
176 Well, hold on. But the 20, the 20 day notice isn't that.
177 Isn't that normally?
178 Hey, there's gonna be a hearing in 20 days.
179 That's that's up to 20 days.
180 No, I wish I had an order pulled up.
181 Maybe someone can pull up an order for me.
182 Be great is your rule that you're no, it's in the order.
183 Notice it's in the notice and the order.
184 Yeah, yeah, new orders.
185 Yeah, let me log in and get the notice up in front of me too.
186 But I think the the new the newest orders would be the most helpful for you to look
187 at because they predate.
188 The guidance.
189 So the order.
190 They say if you want an what what do the orders say?
191 The orders say if you want an extension, provide notice to the division and the other
192 parties, and if there's no objection within 20 days, then the extension is approved.
193 So this is on the order itself.
194 This is on the order itself, not in the rule, not in the rule, and not in the guidance.
195 And that's why I'm I don't know about exactly.
196 I haven't looked at that order yet, OK?
197 It's in every new order for the last year and a half, I'd say.
198 So then with that order and with those words. Mm-hmm. You're you. You're you're
199 hoping that the system would be what you would send out the notice and the notice
200 would go to the division and to the parties. And at the end of the 20 days, we could
201 file.
202 Something in the case files, an exhibit or an affidavit from the lawyer saying I
203 complied with the notice. The notice. There were no objections and it is now. I put it
204 up on steamed approved.
205 So here it is.
206 So it says operator requests an extension by notifying OCD and all parties that
207 required notice.
208 Upon no objection, after 20 days, the extension is automatically granted.
209 So what happened to good 'cause? What do you mean automatically?

210 Granted, there's no good 'cause anymore.
211 Good causes is out the window.
212 Oh, based on the language. Yeah, based on the language of the order.
213 I'm not saying.
214 And then it says if a protest is received, the extension is not granted.
215 And then we set the case for a hearing. But under the guidance we now have to file
216 an application for a hearing, even if it's by affidavit.
217 So it's inconsistent with paragraph 21.
218 Well, This is why I asked to do this this morning.
219 Because I wanted to hear your feedback.
220 This is a good one to think about.
221 Is there anything else you wanted to say? Yes, on this on that same thing. It says that
222 the.
223 You're supposed to give notice to the parties in accordance with XY or Z and back in
224 the day. For extensions, we only gave notice working interest owners.
225 Then we gave notice of extensions to everyone who was given notice before, like the
226 entire notice list. And now folks are doing a combination.
227 I'd say some folks give extension.
228 Notice of extensions only to the working interest owners that were pooled.
229 Some folks give notice to everyone who was pooled, including overwriting royalty
230 interest owners. And so I think it could be helpful to understand from the division
231 exactly what notice is required for an extension or amendment.
232 I asked Dean McClure if he'd like to address that issue.
233 He says when everyone's finished with their feedback, he will then.
234 Give some sort of guidance I guess.
235 There is also an FAQ e-mail that is still before the director that has not been sent out
236 yet.
237 Just so you know.
238 Thank you, which I know may may clear some of this up, but that seems like a good
239 one to clear up now if we can. If we can, yes.
240 And then finally on the notice exhibit.
241 I understand where Jackie's coming from on that, but I don't see any issues with that
242 and I'm having no problems filling that out and I understand the reason for require
243 requiring that.
244 Thank you and M's McLean M's McLean I I was listening to you before and I thought

245 that the additional part of the exhibit was the voluntary commitment part of it.
246 So on the OR at least, how pretty much all of ours were our exhibits work are that we
247 show whether or not people are voluntarily committed or have committed to the the
248 unit.
249 The only way you can commit.
250 Is voluntarily or I guess if you have a already are subject to ajoa, but then we you
251 know, you wouldn't be being pooled so you wouldn't be being pool like that
252 wouldn't really matter for the purposes of insurance. That inference that you're
253 referring to is an inference that.
254 The division didn't want to keep making. I think the division wanted affirmative
255 evidence to show.
256 Who was voluntarily committed?
257 Not. Not necessarily.
258 You know, show us the JOA or something like that.
259 That's way too much, but just affirm under your under your ethical commitment to
260 the forum that this this party is in some way voluntarily committed or not.
261 I think it was that extra step. Then maybe we could just put that next to their name
262 on that exhibit.
263 Because I don't know.
264 To me, it just doesn't.
265 I I understand if they want some sort of indication.
266 And how they're being committed or what?
267 You know what's going on there? If it's through contract, if it's verbally, you know, I
268 understand that.
269 But the land man doesn't send out the notices of the hearing.
270 And they're asking that this be attached to the land.
271 Man's right that that their testimony. And so we have to take what we've already put
272 together.
273 And then add it to that exhibit and then add additional land, you know.
274 Used to do it that way.
275 Where the land man would have the notice that was sent out for the hearing
276 attached to their testimony, and then the division said no, you guys need to start
277 submitting your own affidavits that's attached that.
278 So now we're going to back to bow.
279 Now we're doing both.

280 I see.

281 And so if you know if they want that affirmation, I understand that.

282 And that's fine.

283 And we can provide that.

284 I don't understand the need to add that.

285 Hearing notice aspect to.

286 To the peace, because that's just making us do that list twice.

287 What we'll see if Dean wants to chime in on that as well.

288 I'm not. I'm not.

289 I'm not volunteering him. I'm just saying we'll see. It's up to him.

290 Could I just weigh in on what Miss McClain said?

291 Yes, I do recall, I mean, I was involved in a hearing that I think probably led to the

292 creation of this exhibit, which is where.

293 One of our an operator had reached a letter.

294 Not a letter.

295 Not a JOA, but by voluntary oral agreement, had agreed not to pool a party and the

296 division was concerned that whether that rose to the level of being committed such

297 that they did not need notice, and so I think, at least in when I read that.

298 Exhibit requirement.

299 That's what it was designed to address. Is the both folks who you know committed

300 via ajoa but also giving us the opportunity to identify when there's letters of support

301 or oral agreements, such that the fact that they weren't given notice of a hearing may

302 not preclude dismissal or.

303 A continuance to cure notice. So I I find that exhibit to be.

304 Well, I agree.

305 It's probably better in the in the lawyer in our affidavit than in the Landman affidavit.

306 I I understand the purpose of it and and think that it can be helpful for us in those

307 situations where we may have not given notice for a reason that's not entirely clear

308 to the division through our exhibit.

309 Yeah. Thanks for the clarification.

310 I do see Dean on. So I guess he, but let's go to Miss Vance next.

311 I I will keep it brief because I think a lot of my feedback has already been covered,

312 but I would say yes on the starting with the filing, it's exceptionally time consuming

313 and you know for for us and I think a big concern is if we don't get.

314 The information input correctly, especially since we're, you know, I I hear miss. She's

315 filing. Miss Bennett is filing. We have a legal assistant who is filing who is terrified
316 that she's going to mess it up. And so putting that pressure. Yeah, it's a lot of detail.
317 And so.
318 There's a lot.
319 Whereas before it was a very seamless process and now we're doing a lot of
320 checking re checking and making sure and again that that concern that especially
321 with the pools and the pool codes because sometimes we.
322 Come to hearing and we find out.
323 Sure. We don't have the right pool or pool code.
324 One that will it be rejected or is there an opportunity to correct that so that we can
325 still move forward? You know, is there a process for that, I think?
326 Let you know that before we ask you to enter your own data literally one person was
327 entering all this data.
328 And it was take no really. And and you think.
329 You think to yourself how it feels if you got it wrong.
330 I mean, she doesn't even work for the client and she's trying to get it all right. And
331 she did a great job and didn't make very many mistakes along the way.
332 We we asked ourselves, well, what happens if we find a mistake in data that you've
333 you or you or your assistant has entered? What?
334 How would we deal with that through the process, OK. And we've been talking about
335 that and and no, we wouldn't derail the, it would not derail and and as you see we've
336 bent over backward.
337 In trying to.
338 Mistakes or help you correct mistakes without our correcting them.
339 Where there's a slight delay, maybe a couple of weeks delay, but it's not like you
340 have to wait even a whole month to get that case taken under advisement.
341 So we're we're we're working on it, which I would say we very much appreciate and
342 getting that reassurance from the the division is definitely helpful. And I think you're
343 referring to Freya, maybe who's visionary.
344 And we we applaud her for it. And we thank her for doing such a wonderful job.
345 But yeah, it's obviously a change and having that, particularly the reassurance that in
346 an application is not going to get rejected.
347 Would would is nice, OK. And then moving on to the extensions again, I'll just
348 reiterate everything that's been said. You know having that it would be nice to
349 understand that so that we.

350 You don't have to file applications. You know I I won't repeat everything that's been
351 said.

352 The evidentiary notice, I would definitely say, you know, I understand the reasoning.
353 I think behind it based on the discussion here and you know my own thoughts of
354 observing, but I do think it's a lot of back and forth with the client and I if we are
355 going to include it, it's much better for it to be in the attor.
356 Statement and not in the Land Man statement.
357 Because it takes just additional coordination.
358 And sometimes can lead to some confusion.

359 In making sure that the information is correct so you know I don't issue doing it. But
360 if we are going to do it, I would definitely highly recommend that it go in the
361 attorney state with the attorney statement. Thank you.

362 Thank you, Mr. Padilla.

363 Do you have anything?

364 I don't have anything new to say.

365 OK, all I can say is by way of comment is seems to be easier to file in the Federal
366 District Court than Oil Conservation Division.

367 That's 'cause you're used to doing it, yes. As a plaintiff, I'm sure.

368 I think I would have to collaborate with Miss Luck over here and.

369 I haven't had that opportunity to file applications, but I'd I.

370 I'd I'd have to relearn everything and do it correctly.

371 OK, let let me hit the back of the room before I come back to you.

372 M's Vance Miss luck.

373 I don't have anything else.

374 Thank you. OK.

375 Thank you, miss.

376 Luck, Mr. Rankin.

377 Anything else from Holland and heart?

378 I just wanna say initially thank you very much for giving sure. The Council who
379 practice regularly before you the opportunity to comment.

380 I think it's really important to do that.

381 I'm I'm grateful for the opportunity.

382 Thank you. And I think.

383 Whenever the division is considering making changes or making pronouncements or
384 taking a different direction, I think it would be very helpful and useful if in advance of

385 that they they they take the opportunity to to seek input and comment from from
386 the Council.
387 I think it's it's a.
388 An opportunity to for us all to come together and and.
389 Streamline the process that where where possible. To that point I'm still confused
390 why we are having to ourselves enter the pool code and pool names.
391 To me, as an administrative thing that the division manages behind the scenes,
392 there's no publicly available information about pool codes. Where to find them, what
393 they are. They constantly are changing.
394 Clients are frustrated by that because they think that they've called and find the pool
395 code.
396 And they find out they're wrong.
397 And then we have to amend it and sometimes often come back to hearing it.
398 Let me just say that the amount of time that has been eaten by that, I'm sure on your
399 side and our side as well on the client side is substantial.
400 Substantial. I mean, it's just absolutely.
401 Mind boggling that we have to do that. I think and I and just to be just not not with
402 with all respect.
403 I just.
404 I think it would be very easy.
405 We know the formation.
406 We know the acreage and if the division.
407 A punishment of the pool of the order could simply attach the correct pool to a
408 quote to the order it would solve.
409 So many issues streamline the process and make everybody's lives so much easier. I
410 believe the divisions as well. Thank you.
411 So, Freya, I know it is working on the pool code issue.
412 What will happen after they fix it?
413 It will allow.
414 Submitters to submit an application.
415 Without selecting a pool code OK and how will that correct pool code get entered
416 along the way?
417 I'm not sure that might be a better question for.
418 Dean, we have lots of questions.
419 OK.

420 Anything else, Mr. renking? Before we go to Mr. McClure.

421 Well, I just on the on the couple just points just for historic perspective and I I feel a
422 little silly being the one providing that here.

423 But I mean, I'll just say like prior to 21 when an applicant wanted to or saw an
424 extension for a for a pooling order, it was done by submission of a letter to the
425 division director.

426 Stating very simply the basis for good 'cause it was issued as a matter of course, OK.
427 Upon a second extension request, then they might ask for more details.

428 K but up for the last all of history up until 21.

429 Applicants under a pooling order simply needed to provide a very simple cover letter
430 solely to the division director asking for an extension.

431 That all changed in 21 and since then it's been a matter of great, you know, turmoil.
432 It seems to me OK now obviously.

433 Honestly, there's reasons that parties who are pooled, there's some, some
434 justification for for having opportunity to to come forward if there there's been a
435 cash call and there's no drilling and there's things that that are that need to be
436 addressed by the division.

437 I understand that, but I just want to put that into historic perspective given given and
438 I fully endorse a simplified approach, OK, where if there's no protest, then it can
439 simply be approved.

440 On the notice issue, again, historical context.

441 For as long as I've known it.

442 An affidavit from an attorney has been sufficient evidentiary evidence to demonstrate
443 that notice was properly provided that the time frames and dates, the parties and so
444 forth.

445 And so again, I'm not.

446 I.

447 I haven't studied the guidance that was provided by the division and I'm not fully
448 aware of the issues in the. The one case. Apparently that gave rise in this concern.

449 But again, I think if it's simply that if there really was one case that that's driving this,
450 it seems to be the tail wagging the dog and.

451 I think those can be addressed in, in, in those particular matters.

452 Our clients are concerned about not knowing exactly how notice was provided
453 because they didn't do it and having to put it in their testimony. And so from our
454 perspective, the notice provision is it that's in process at the time.

455 And we're trying to get these things ready to go, in other words.
456 We're working with a vendor to get the notice out.
457 In the meantime, while while we're waiting for the returns and the information that is
458 necessary to show that the notice has been provided, and that if any have been
459 received, we're also offering same time trying to get the statements from the clients
460 put together and they are asking.
461 Us to provide them information that we don't yet have.
462 OK.
463 Well, we've been.
464 The process has been that, you know, we get the statements from the land man at
465 the same time we're we're working to get the information from the vendor on the
466 status of the certified mailing.
467 It all comes together in a very narrow window, OK.
468 Having to do this earlier to get to the clients so they can include in their statements
469 is an additional burden that just makes everything so much more difficult.
470 OK. And I and I don't see the, I don't quite understand the justification for it.
471 So let me let me interrupt you for a moment.
472 First of all, this it wasn't one case that caused the issue.
473 Just so you know, we have been discussing this between the hearing Bureau and the
474 Technical Bureau for quite some time before.
475 Before we came, before we came to this.
476 Request what?
477 I'm wondering is since you've just told me some of the process, I have no clue about
478 because I'm not. I don't deal with the clients. It seems to me that the client has to
479 give you a list of people that it wants you to notice. Well, they must.
480 Understand. Because their lawyers or they have lawyers or whatever that certain
481 parties don't need to be noticed because they're voluntarily committed.
482 I mean, how else would they know to give you a list of people to notice?
483 Well, it varies.
484 It does because from the time they file the application to the time we go to hearing,
485 there are many discussions happening.
486 Oh, OK.
487 And so from the time we go to hearing until the time we present the evidence,
488 sometimes their agreements reached oh, OK, because.
489 Because.

490 Again, the sequence is well proposed.
491 It goes out under the division.
492 Guidance applicants are to wait 30 days before filing an application unless
493 extenuating circumstances can arise.
494 So there's a there's a short period of time before most applicants file an application
495 for discussions.
496 OK, most of the discussions will be happening from from the time the application's
497 filed until it's prepared, I see.
498 So it's again a tight window.
499 Yes, I see.
500 So whether they know?
501 At the time of the note that.
502 They provide notice to us whether any party's gonna be pooled or not. Is is is totally
503 not clear because there's still much of the discussions to come.
504 So it's it's so it's not at the time they give us the list, it's not always clear to them
505 who's gonna be pooled, who isn't OK.
506 Sometimes there'd been discussions in advance given the relationship to the parties
507 and the and the development patterns that are occurring, but that's not always the
508 case. OK, so.
509 So again, I I go back to the.
510 The the regulation that provides for who's to get notice and it's the parties that
511 you're intending to pool and at the time of the hearing, you know, I think all that we
512 should be required to do is to provide a list of the parties who who at that.
513 Time are going to be pooled.
514 Who the party intends to pool.
515 Now I would say again that my view is that the that the applicant, it's it's the risk is
516 on them if they have left somebody off due to an oral or any other type of
517 agreement that they haven't pooled them because the statute provides.
518 If a party is not pooled, then they are to be treated as if they have been pooled or to
519 be paid on a lease basis, whichever is greater.
520 So the risk entirely is on them, because not only will they have to pay them as as if
521 they've been pooled or the greater.
522 Lease basis or they'll have to come back and spend the time and money to reopen
523 the case, to pool them and potentially lose the risk charge against them because the
524 wells may be has already been drilled.

525 So there's there.

526 The risk really is on the operator and the applicant, and so that should be sufficient
527 from the division's perspective to ensure that.

528 'Cause there are remedies already in the statute to address that situation. Thank you.

529 That's helpful, Miss Vance.

530 The last word.

531 Yeah, just very quickly.

532 I just wanted to reiterate, we did send some questions across.

533 I sent across some very detailed questions, you know, and I just wanted to make sure
534 that that's a part of, or at least it's being addressed because those they're more
535 granular than some of the especially for the filing.

536 Of what's required that those are being addressed by the. I think the e-mail that you
537 were Speaking of, that's with the director. Just just sort of like wanted to put a pin in
538 it.

539 I'll let Dean answer that question.

540 He has a few questions that he can answer if he wants to.

541 And I do just one quick other thing is if that's OK, another thing, just one quick thing.
542 So kind of going to the the cumbersome nature of having to file refile, especially for
543 revised hearing packets that include a new A, a pool that's been corrected.

544 I don't know if this notice was rescinded or or whatever, but there was an OCD notice
545 a couple years ago that basically said if you have to file a revised hearing.
546 Packet that you do it within two weeks and then if there are no further questions
547 from the division, it's taken under advisement and we've gotten into this process
548 lately, especially where we do have, you know, oh, we need to just update the pool
549 on the CPAC and then.

550 The C1O twos.

551 We have to continue the case, come back and that is time, you know, for all of us and
552 our clients.

553 And you know, if we're doing something as simple as just updating a pool.
554 It seems like if we're meeting that within that time frame, is it necessary for us to
555 come back, you know?

556 Well, from what you just said and I haven't seen that notice that you were referring
557 to.

558 That I can look at it obviously, but it seems like there was that caveat that unless the
559 division has any other questions, sure blah blah blah. So and and what we've been

560 doing is we've been getting these cases back within within that two weeks.
561 Time frame not knowing about that notice just to try to make this streamlined and
562 and not delay the clients.
563 We've been doing that.
564 So it seems like we're sort of doing. It seems like I'd like to look at that notice, but it
565 seems like we're we're we're we're.
566 Stream. The idea is to try to streamline the process and seems like we're doing that
567 already in a little different way.
568 So, but I'll look at that notice.
569 Yeah, just the coming back and having to be back at a hearing if there's no,
570 especially if it's uncontested and all we're doing is correcting something.
571 You know the pool or pool code?
572 Well, we have some, we we've used some discretion that.
573 And you know what?
574 What qualifies as a typo?
575 You know we we've used that discretion to try to help move these cases through, but
576 we also want to reserve the ability.
577 To to further review whatever the changes are to make sure we're comfortable with
578 those changes.
579 We say we're taking this case under advisement.
580 Let me go to Mr. McClure now, Mr. McClure.
581 Thanks for appearing.
582 I know you weren't expecting to appear.
583 Address whatever you want in any in any order you want.
584

585 **ME McClure, Dean, EMNRD 33:24**

586 Hey, thank you, Mr. Herring examiner. And I think this has been very useful because I
587 guess I didn't realize there was quite the concerns.
588 I guess that it sounds like there is a quick question for Miss McLean.
589 I think you're the one that sent the division like what I've been referring to is like the
590 FAQ e-mail.
591 Did that include Miss Vance's questions?
592 Is that correct?
593

594 **PH Pecos Hall 33:46**

595 Yes, it that include I I got questions from everyone and then I just assembled them so
596 they weren't repetitive and then sent them on your way.

597

598 **ME McClure, Dean, EMNRD 33:48**

599 OK.

600 OK.

601 Very good.

602 Yeah, I was going to say it's been a it's been a hot minute, I guess since I've reviewed
603 that and put in my feedback and as the as our examiner had alluded to, I believe our
604 technical team and our hearing Bureau has had its input on that F.

605 E-mail and I believe it's in front of our director and possibly general counsel, but I
606 think mostly if our director and.

607 I believe it should be getting sent out.

608 In the near future, but you know the director's schedule being what it is, I don't know
609 for sure when he'll get a chance to do the final click for us to actually send that out.

610 And I don't remember for sure how many of these questions that we've just had is
611 going to be addressed in that 'cause. Like I said, it's been a hard minute. And I guess
612 since I've actually had the feedback on it.

613 I was gonna say First off, though, I know on the extensions of time.

614 Submission it I believe, and I believe this is covered in that, but just very briefly, it's
615 not the division's intent for that paperwork to be filed as a request for.

616 A case or hearing. Excuse me?

617 We do want it to be submitted to us in a format that is vital.

618 CD permitting.

619 So not an e-mail and nothing like that.

620 And we're also, I believe we do not have an intent to issue any orders after that and
621 the approval of it would essentially be us going into the system and approving that
622 submission.

623 And maybe some of the comments, if we do do something, it'd be something.

624 We'll probably put directly into the case file ourselves would be my assumption, but
625 having said that.

626 I believe the FAQ will cover more in depth as to what type of filing to do it as I
627 believe it's either going to be that post hearing submission or what their it is now
628 calling.

629 Compliance review or compliance report or something.

630 It's one of those type of submissions, not a request for a hearing, so it should be
631 completely free, just a matter of your guys time to get it submitted.

632 I believe I think we've already kind of addressed here. I believe the pool name plume
633 Cole thing, I believe Itii thought maybe they already had it fixed, maybe not, but I
634 know they're definitely working on it to make it so it's no longer required to be put
635 in.

636 By you guys.

637 And the process thrust for is for the technical staff to go in and input that into the
638 system.

639 Now, having said that, if the.

640 The applicant is going to provide a pool, then it's going to be on that CPAC, and if
641 you provide the incorrect pool, then you're going to have to be revising that CPAC
642 'cause we're gonna. We're making that a part of the order.

643 So it is important for that to be correct and I believe I've said this to a few people
644 before, but just to make sure everybody is aware, if you have any questions as to
645 what pool is correct, then feel free to e-mail myself and I'll, I'll get that.

646 For you before the need to submit anything.

647 So feel free to reach out and I will provide that to you. And if I somehow forget it,
648 feel free to keep emailing me.

649 Until you get a response and I will get you the pool name and the pool code for the
650 specific sections and formations, there's no big deal there.

651 On the commitment table.

652 I believe our hearing examiner kind of led into what the purpose of it.

653 Of what?

654 The purpose behind it is and essentially that is strictly.

655 As an aide for the technical staff in regards to the rule that 1A where it talks about
656 anybody that is not committed must be noticed.

657 It is our intent for the land man to tell us who is committed, and that's something
658 that I would assume the land man should know because they're the ones making the
659 determination of who is voluntarily committed.

660 It doesn't need to equate 1 to one.

661 On to the notice. The land manning doesn't need to testify about the notice.

662 All we want from the land man is who is committed and.

663 What the methodology is?

664 Of that commitment, if it's ajoa right?

665 JOA, if it's letter of support right letter of support.
666 If it's a restaurant napkin with a with a signature from the Landman saying I agree to
667 everything the applicant said, then tell us that as well there.
668 And essentially the division will use that.
669 And apply it directly to making a determination. Under that Rule, 1A as to who is
670 required to be provided notice has nothing to do with who is being forced, pulled or
671 requested. Be forced pulled is directly about who the land man is telling us is
672 committed.
673 There won't be any reconsideration as to putting it into the attorney.
674 Affidavit because we're wanting to know what the applicant is swearing to.
675 I don't know if that led into any further questions or thought process to the one I just
676 said there, but I I think that was everything.
677 Was it not, Mr. Herring examiner.
678

679 **PH Pecos Hall 40:00**

680 Yes, Mr. McClure, and what I'd like to do is if there's any questions based on what Mr.
681 McClure just said, I'd like to get to our docket, send them to Mr. McClure and copy
682 me so I can see them as well, and we'll try to continue to improve.
683 Move on.
684 What we have already imposed on the regulated community because we want to
685 make this better, but we don't want to make it, you know.
686 Hard to deal with.
687 So that being said, thank you for your everyone's input.
688 I appreciate it, and let's go on to our docket for today.
689 We will start with some status conferences.
690 Let me get my let me get my docket open here.
691 All right.
692 I hope this is in the right order because this is not the worksheet that Freya sent.
693 This is something else here, so I'm going to call case number 25707.
694 No, that's that's definitely wrong.
695 Let me let me let me find another e-mail from Freya. Here we go.
696 Worksheet got it.
697 OK.
698 Thank you.
699 I it's here and I appreciate it.

700 Thank you very much.
701 Much better.
702 I finally found what I needed to find.
703 Let me just enlarge this thing so I can see it.
704 Let's start with Powderhorn operating.
705 This is case number one on our docket.
706 It is 25610.
707 It's joined with 25753 and five four entries please.
708

709 **BH Benjamin Holliday 41:34**

710 Morning, Mr. examiner.
711 Ben Holiday, on behalf of the applicant Powderhorn, operating in 25610, which I
712 believe we're going to consolidate with the next two on the worksheet.
713

714 **PH Pecos Hall 41:45**

715 Yes, I that's why I called the three cases together.
716

717 **BH Benjamin Holliday 41:47**

718 Oh, OK, sorry.
719

720 **JP James Parrot 41:49**

721 Good morning, Mr. Examiner.
722 This is James Parrot with Beatty and Wozniak representing Cotera Energy, Magnum
723 Hunter and Cimorex Energy.
724

725 **PH Pecos Hall 41:57**

726 What's your position, Mr. Parrot?
727

728 **JP James Parrot 42:00**

729 All three parties have entered appearance and objected to presentation by affidavit.
730

731 **PH Pecos Hall 42:04**

732 OK. And objective for what purpose?
733

734 **JP James Parrot 42:08**

735 There are essentially two different units, 2 formations per unit, and in all four matters.
736 Fair plans to present a an alternative development plan.

737

738 **PH Pecos Hall** 42:24

739 Where are they in their alternative development plan?

740

741 **JP James Parrot** 42:30

742 They are sending notices or have sent our proposals rather or have already sent
743 proposals kind of depending on which formation, which unit we're talking about.

744

745 **PH Pecos Hall** 42:42

746 Mr. Holiday has your client received proposals?

747

748 **BH Benjamin Holliday** 42:47

749 I'm not sure if they've received the proposals.

750 I know there's been active discussions between Kotera and Powderhorn, and my
751 understanding is that a letter intent has been reached between the parties for this
752 case.

753

754 **PH Pecos Hall** 43:00

755 Mr. parrot.

756

757 **JP James Parrot** 43:03

758 I don't think the letter of intent is is signed.

759 My my latest update for my client is that the parties are more or less aligned on
760 terms, but nothing has been signed yet.

761 And and I apologize, I misspoke.

762 Counter proposals have not been sent.

763 They've been prepared and are ready to be sent, but I believe that.

764 Powderhorn asked Kotera to hold off sending proposals given the progress on
765 negotiations.

766 Thus far, so proposals haven't been sent, but are ready to be sent.

767 And the parties, I think, are progressing well toward an agreement, but have not
768 signed anything yet.

769

770 **PH Pecos Hall** 43:45

771 All right, let's get other entries of appearance.

772 Good morning, Mr. Examiner.

773 Caitlin Locke, appearing for Avant operating too.

774 Your position Avant has objected to powderhorn's cases.

775 Proceeding by affidavit, it's our understanding that the cases would be set for a
776 contested hearing.

777 Avant has filed competing applications yesterday for both the Bone Spring and the
778 Wolfcamp.

779 I don't case numbers assigned to those pulling applications yet, but avant's.

780 Competing pooling applications are on file because the law proposal, not some time
781 ago.

782 So Mr. Holiday did, did your client receive these these proposals that would have
783 gone out about 30 days ago from Evan?

784

785 **BH Benjamin Holliday** 44:25

786 I'll have to check to see if the proposals have been received.

787 I'm sure the guys can shoot me a message here while this hearing's ongoing.

788 I I did receive notice from Miss Luck yesterday that the the proposals have excuse
789 me, the competing applications have been filed. OK, yes, we did.

790

791 **PH Pecos Hall** 44:32

792 OK.

793 Oh good.

794 And Freya oh.

795

796 **BH Benjamin Holliday** 44:40

797 I'm sorry real quick Powderhorn did receive the proposals referenced by Miss Lug.

798

799 **PH Pecos Hall** 44:46

800 All right.

801 Thank you.

802 I wonder where we're getting this from.

803 It's cute, but hopefully it won't continue. Freya, did you?

804

805 **BH Benjamin Holliday** 44:53

806 I mean.

807

808 **PH Pecos Hall** 44:57

809 Is it in your queue?

810 Yes, I believe there are two applications that were just submitted yesterday.

811 They have not been processed yet.

812 That's fine.

813 OK. So you you'd like them to be consolidated with these three Powderhorn cases?

814 That's correct.

815 Avant has one application for the wolf camp and one for the Bone Spring.

816 And you'd like them to be consolidated with these.

817 Yes, 3 cases.

818 All right.

819 Sounds good.

820 Let's continue any other entries.

821 Yes, good morning, Mr. hearing examiner Paula Vance with the Santa Fe Office of

822 Holland and Hart on behalf of Marathon Oil.

823 Permian and Marathon Oil, Permian, sorry.

824 Yes. So we filed an entry of appearance and objection proposals went out yesterday
825 for both the Bone Spring and I believe the Wolfcamp and that would be.

826 Those are those those competing plans.

827 Are in the Northeast quarter of Section 3 and then the north half of Section 2.

828 So you know, just giving a little, you mean the overlap they overlap with powder
829 horns.

830 They do not overlap with this luxe clients proposals and so yes we, you know we are
831 objecting obviously.

832 That, like I said, those proposals just went out. So filing for applications.

833 Wouldn't be ripe for another 30 days or so, and then beyond that, you know, having
834 another 30 days to before a hearing. So you know for for marathon we would like to,
835 we'd be happy with another status conference.

836 But also we would be requesting a contested hearing date sometime in March or
837 April, late March, early April.

838 Yeah, I don't think I could do April. The date in March that's available is March 10.

839 So Mr. Holiday, Mr. Parrot, Miss luck, think about March 10. Because I'm gonna ask
840 you after all these interests of appearance.

841 So. So thank you, Miss Vance.

842 Any other entries of appearance?

843 Yes, Jackie McLean on behalf of Permian Resources and we are just entering our
844 parents.

845 We haven't objected, all right.

846 So it looks like there's more, yes.

847

848  **+15*****12** 47:17

849 Mr.

850 Mr. Examiner.

851 Jim Bruce, representing Kaiser Francis Oil company.

852 Kaiser Francis objected.

853

854  **Pecos Hall** 47:25

855 OK.

856

857  **+15*****12** 47:26

858 But it is not filing counter applications.

859

860  **Pecos Hall** 47:29

861 Right. So your your objective here in objecting is what?

862

863  **+15*****12** 47:37

864 Kaiser franchise wants time to review all the competing proposals from Avant,
865 marathon, etc.

866

867  **Pecos Hall** 47:47

868 OK.

869 All right.

870 Thank you, Mr. Bruce.

871 Any others before I before I continue.

872 All right, not hearing any.

873 All right, so.

874 Mr. parrot.
875 You most likely will not be filing competing applications. From what I understand.
876

877 **JP James Parrot 48:11**

878 I don't think that's an accurate characterization, I think.
879 You know, Coteria is optimistic that that won't be necessary, but.
880 In until the ink is on the paper, there's no deal and kotera fully plans to go to a
881 contested hearing on a contested application or on a on a competing application
882 rather.

883

884 **PH Pecos Hall 48:31**

885 OK.
886 All right.
887 And your proposals have not been sent yet. Is that right?

888

889 **JP James Parrot 48:38**

890 That's correct.

891

892 **PH Pecos Hall 48:39**

893 OK.

894

895 **JP James Parrot 48:40**

896 By by mutual agreement of the parties, KOTERA has not yet sent proposals.

897

898 **PH Pecos Hall 48:45**

899 So if I set this for March 10, you'll be able to comply with the rules to get that filed.

900

901 **JP James Parrot 48:54**

902 Just working backwards, that would put us about 2 1/2 to three weeks out for
903 actually setting proposals.

904 So I think that that's a a fairly tight deadline for the parties to actually sign a written
905 agreement.

906 We certainly would, would prefer to have more time because you know, once the
907 once we get terms fully agreed on which has not completely happened yet, we
908 actually have to turn those terms into a written agreement.

909

910 **PH Pecos Hall** 49:28

911 Mm-hmm.

912

913 **JP James Parrot** 49:29

914 I guess you made a comment a moment ago that April is not available for hearings.

915 Is that?

916 Is is there are no hearings happening in in April or it's just full already or or what's
917 going on?

918

919 **PH Pecos Hall** 49:43

920 It's not a dated, it's not a date that I'm offering. The date that I'm offering for, for
921 these, for these cases based on the age of the original case, the 25610 Powderhorn
922 would be March 10.

923

924 **JP James Parrot** 49:46

925 OK.

926

927 **PH Pecos Hall** 49:56

928 I'm not comfortable going out past that and it seems to me that if you have to send
929 out proposals and then and and I mean, you don't even file the application for
930 another 30 days after that.

931 And it seems to me that you have some wiggle room in there.

932

933 **JP James Parrot** 50:10

934 Understood.

935

936 **PH Pecos Hall** 50:11

937 All right.

938 So, Mr. Holiday, these are your three cases. I I know miss luck.

939 We have two cases of yours and how do you feel about March 10?

940 March 10th works for me.

941

942 **BH Benjamin Holliday** 50:22

943 March.

944

945 **PH Pecos Hall** 50:23

946 I'm sorry. Sorry. What?

947 Oh well, go ahead.

948 And I was asking Mr. Holiday first. Sorry, Mr. holiday.

949

950 **BH Benjamin Holliday** 50:31

951 Yes, Sir.

952 Well, we had originally penciled the 2/26 date.

953

954 **PH Pecos Hall** 50:35

955 Ah.

956

957 **BH Benjamin Holliday** 50:36

958 We conferred about that with Council. The same discussions were had as we, as we
959 just heard.

960

961 **PH Pecos Hall** 50:41

962 Mm-hmm.

963

964 **BH Benjamin Holliday** 50:44

965 Patterhorn from Patterhorn's perspective, we've been working with the parties and
966 communicating since or they have been communicating with parties since July.

967 So there's no surprise or no one's been caught off guard by this.

968 There has been.

969 Substantial deal progress and from a third perspective, we have some expiration
970 concerns in 2027 that everyday matters for Powderhorn.

971

972 **PH Pecos Hall** 51:07

973 Mm-hmm.

974

975 **BH Benjamin Holliday** 51:09

976 So it would be our preference to keep that 2/26 date and if that's too tight, then to
977 no later than the March 10th from powderhorn's perspective.

978

979 **PH Pecos Hall** 51:09

980 OK.

981 OK. Freya, you wrote a list of three dates on a piece of paper for me. About 226 is
982 not on there.

983 Correct.

984 That's because.

985 That's because we already have one other contested hearing scheduled, and we
986 anticipate kind of a longer hearing that will be scheduled shortly.

987 Is that Miss Vance's hearing?

988 No, that's the one I emailed to you about this morning. I thought that was Miss
989 Vance in the in the same e-mail, right?

990 But it's an OV that will be filed.

991 Divisions case OK. The environmental case, yes.

992 All right, sounds good.

993 All right. So Mr. Holiday, 310 is the earliest.

994 And only date that I can really offer you now. Can you make that work?

995

996 **BH Benjamin Holliday** 52:03

997 I believe so, yes, Sir.

998

999 **PH Pecos Hall** 52:05

1000 All right, miss luck.

1001 And yes, that works for us. Thanks. Alright, sounds good.

1002 M's Vance. Yes, that works for us.

1003 All right. Wonderful.

1004 Thank you.

1005 Of course, M's McLean.

1006 Yeah. All right.

1007 Sounds good, Mr. Bruce.

1008 I'm assuming it can work for you.

1009

1010 **+15*****12** 52:22

1011 Yes, Sir.

1012

1013 **PH** **Pecos Hall** 52:23

1014 All right.

1015 And Mr. parrot.

1016

1017 **JP** **James Parrot** 52:26

1018 Yes, thank you.

1019

1020 **PH** **Pecos Hall** 52:27

1021 All right, we will issue a pre hearing order for these three cases. Plus we will add Miss

1022 Lux cases because we'll know those numbers before we issue before we issue that

1023 order. And then when the other parties, Mr. Parrot and Miss Vance, if you do file.

1024 Competing applications.

1025 Which sounds like you're probably going to please notify us to consolidate.

1026 Those cases on the pre hearing order M's Vance anything further.

1027 That's all I was gonna get to thank you.

1028 All right.

1029 If there's nothing further, we'll be in recess on these three cases.

1030 Let's go on to it looks like a different powder horn case.

1031 This is 25722.

1032 Good morning, Mr. Examiner.

1033 Dayna Hardy with Hardy McLean, on behalf of Powderhorn operating. Good

1034 morning.

1035 Good morning, Mr. hearing examiner Paula Vance.

1036 Excuse me with the Santa Fe Office of Holland and Hart on behalf of COG operating.

1037 And we have entered an appearance and are objecting and our goal is yes, So what

1038 COG would like to request is another status conference.

1039 And it sounds like they there's maybe some negotiations that are going on. However,

1040 COG does have an operating agreement for some of the acreage involved here.

1041 So if there is a push for a contested hearing.

1042 We we would not want anything earlier than April and I know that that's not being

1043 offered, but I would like to state that for the record, nothing earlier than April or May

1044 all right.

1045 Are there any other entries of appearance?

1046

1047 **JP James Parrot 54:10**

1048 Is there an examiner?

1049 This is James Parrott with baiting Wozniak representing the same coterra group. As I
1050 mentioned before.

1051 So that's kotera Magnum Hunter and Simrex.

1052

1053 **PH Pecos Hall 54:23**

1054 OK. And your position?

1055

1056 **JP James Parrot 54:26**

1057 Essentially the same is Co.

1058 GS.

1059

1060 **PH Pecos Hall 54:30**

1061 OK, so you've objected, but you're not quite there when it comes to proposals.

1062

1063 **JP James Parrot 54:37**

1064 You know, I would.

1065 I would characterize as very similar to the last set of matters.

1066 Proposals have not been set.

1067 The parties are negotiating, I think, optimistic for a solution, but by mutual
1068 agreement, have not yet set proposals.

1069

1070 **PH Pecos Hall 54:52**

1071 All right. OK. Any other entries?

1072 No. OK. So so M's Hardy.

1073 As you know, I give preference to the applicant.

1074 You have the deadlines that other people and we don't know about.

1075 And it's your case.

1076 So how do you want to proceed?

1077 Sure. Thank you, Mr. Examiner.

1078 The parties are negotiating and cautiously optimistic, but at this point this case has
1079 been pending for a little while, so I would request that we set a contested hearing
1080 date on the March 10th socket.

1081 It's fine if we also want to have a status conference in January, OK.
1082 OK.
1083 Very good.
1084 So Miss Vance, Mr. Parrott, the applicant has asked me to set this for March 10.
1085 That gives you, you know, over three months.
1086 Well, let's say let's say three months, 2 1/2 months to negotiate or file competing
1087 applications. We'll work with you if you do, but it seems like enough time to
1088 negotiate.
1089 So I'm gonna grant that motion.
1090 To set this for a pre hearing.
1091 For a contested hearing for March 10, it'll be second on the docket.
1092 Anything further, Mr. Parrot?
1093
1094 **JP James Parrot 56:10**
1095 No, thank you.
1096
1097 **PH Pecos Hall 56:11**
1098 M's Vance. No, thank you. Thank you.
1099 M's Hardy. No, thank you.
1100 We're off the record in this case.
1101 Let's move on to case number.
1102 Five, this is spur Energy Partners 25727.
1103 Mr. Examiner Dana Hardy, on behalf of Spur Energy Partners.
1104 Mr. Oxhammer, Ernest El Padilla for.
1105 I have 4 clients EML 2010 trust.
1106 GLJ.
1107 2010 trust.
1108 JLM 2010 Trust and EMC Oil and Gas Ltd. Thank you when you speak. Will you speak
1109 a little louder?
1110 I'm a little concerned that the AI won't pick up your voice for the transcript.
1111 What's your position?
1112 Our position is that there's no creativity in terms of the offers made by spur, OK. The
1113 only thing that my clients have received are.
1114 Proposed J away.
1115 My clients own 2/3 of the spacing unit. OK and.

1116 The three AF fees total somewhere around \$12 million.
1117 They would have to put up \$8 billion in order to participate. That's not OK.
1118 Good faith, I get it.
1119 So question for you, have you objected?
1120 Yes, we did.
1121 We objected to an affidavit here.
1122 OK, good. I wasn't sure you're positioning that respect and your objective is to get a
1123 better offer, obviously, yes.
1124 That was clear.
1125 All right, Miss Hardy.
1126 Thank you.
1127 I would request this case be set for contested hearing on March 10th on, I believe the
1128 only issue would be good faith negotiation because Spur has negotiated in good
1129 faith.
1130 Mr. Padia's client has an interest that is.
1131 Overburdened by royalty, OK.
1132 And so that's their issue and we'd ask for a hearing.
1133 All right, so granted.
1134 So, Mr. Padilla, you have a little while to negotiate with your with for your clients and
1135 if not, we'll have a hearing and you can show us how they have not negotiated in
1136 good faith.
1137 We'll be ready to do that if we can't negotiate something, I'm sure you will. All right.
1138 There's nothing else.
1139 We're off the record in #5.
1140 Let's move on to #6.
1141 This is about operating.
1142 There are two cases, 25747 and 25748.
1143 Good morning, Mr. Examiner.
1144 Deena Bennett, on behalf of Avant operating too.
1145 Good morning, Mr. hearing examiner Paula Vance with the Santa Fe Office of Holland
1146 and Hart, on behalf of Matador production company.
1147 And we have just entered an appearance and objected.
1148 But we're just, we will defer to.
1149 The preference of.
1150 Avant and Permian, if they choose to set a contested hearing date.

1151 So you've objected for negotiation purposes.
1152 That's correct.
1153 That's all I need to know. I got it.
1154 Any other entries of appearance?
1155 Jackie McLean, on behalf of Premian Resources operating, we have objected.
1156 We filed competing applications, their case numbers 25797 and 25798. Excellent.
1157 Thank you.
1158 That's helpful.
1159 Miss Bennett.
1160 Thank you.
1161 So the avant cases are currently set for a contested hearing on January 27th.
1162 And at the last status conference we had on the avant cases.
1163 The hearing examiner asked.
1164 For confirmation from the other parties that the January 27th hearing date would be
1165 workable and I have not seen that confirmation yet, but the pre hearing order has
1166 been issued. So one of the reasons I wanted to have the status conference today is to
1167 confirm with the.
1168 Division and the other parties that.
1169 January 27th is the contestant hearing date. Alright, sounds good.
1170 That Miss McLean before I ask you that question, do you have you requested your
1171 two cases to be consolidated with these cases?
1172 And Mr. sorry to interrupt.
1173 I just wanted to mention I'm here for WR Non Op LLC Kaitlyn Locke appearing for
1174 WR Non OP in these two cases. No objection.
1175 Thank you. Excellent.
1176 M's McLean.
1177 We have not.
1178 We filed a total of four applications. Only two of ours actually.
1179 Overlap in spacing units with the avante cases.
1180 So we're going to be presenting.
1181 Our other cases.
1182 In the same well group on the January 8th docket.
1183 And because of that, we don't think it's that January 27th is a good day to go to a
1184 contested hearing at the last status conference on these ivank cases.
1185 Miss Bennett questioned whether or not we were actually going to file competing

1186 applications and she wanted us to come back today so that we could announce the
1187 division that we had.

1188 We did file them well in advance of the deadline for the January docket. I sent Miss
1189 Bennett those applications.

1190 We you know, when they object to those applications, we'll be going to a status
1191 conference on the January 22nd Status Conference. That hasn't happened yet.
1192 And you know, we'll proceed accordingly.

1193 As we need to do so, we didn't think that a status conference was necessary.

1194 Today, there's going to be a status conference that when they object to 25797 and
1195 25798 in January.

1196 Because that's just automatic when someone objects.

1197 And we don't think that that would the January contested hearing date would be a
1198 good, a good contested hearing date for these cases because we have a full
1199 development plan, we have proposals that have been sent out to Yvonne, Yvonne,
1200 we're waiting for them to respond.

1201 Bond and Permian Resources thinks that some of these could resolve the issues, but
1202 again, the ball's kind of an advance court to respond to our proposals at this point.

1203 And in the meantime, we're proceeding forward with our Colonel freckles
1204 applications.

1205 You know, as the deadlines permit, Miss Bennett, do we have a pre hearing order for
1206 January 27th?

1207 We do.

1208 And I did object to the to case numbers 25797 and 25798.

1209 And they are set for a January 22nd Status conference. But.

1210 And at the last status conference, it was clear that the division was going to set a
1211 hearing.

1212 Contested hearing for January 27th and only upon a motion from Permian Resources
1213 demonstrating witness unavailability with the division. Consider a different date.

1214 I think it's Jackie. It's yours.


1215 Thank you.

1216 And so I don't think there's any question that January 27th is the date for the
1217 contested hearing. And also to answer your question directly, Permian Resources has
1218 not filed a motion to consolidate their two cases with the Avon cases. OK.

1219 All right, so Miss McLean, you, you said you had four cases, two of them don't
1220 compete with Avance. And so you're going to present those by affidavit, correct on

1221 January 8.
1222 Correct, I thought so.
1223 I haven't heard any good reason to.
1224 Vacate the pre hearing order setting these cases for January 27th.
1225 But I mean, you asked if you.
1226 I thought that it was still a good day.
1227 So I was just answering the question that we did not at this point think it was a good
1228 day.
1229 I got it.
1230 So Freya, the pre hearing order we need to issue an amended pre hearing order to
1231 add Miss Mclean's cases to Miss Bennett's cases. OK and those are 25797 and 98.
1232 Got it.
1233 All right.
1234 Sounds good, Mr. Mr. hearing examiner. Yes, avant is not going to object to the
1235 other two.
1236 Cases that missed the claim was referring to because those cases.
1237 In those cases anyway, Permian Resources has stayed in its lane.
1238 Yeah, it's only proposing 2 miles laterals that don't overlap with any. I mean, Avant
1239 doesn't own any interest in those either. But in the cases where we are objecting,
1240 Permian has proposed 3 miles laterals that directly overlap one section in which
1241 Permian owns nothing and Avon owns the.
1242 Majority and so that is the reason why we're not objecting to the other two.
1243 That makes sense. Thank you. OK.
1244 Oh, may I ask one other follow up question. The other reason I wanted to have a
1245 status conference today and I appreciate the divisions willingness to hold one is that
1246 Avon is interested in learning more about MRC's position, and it sounds like they're
1247 not going to be.
1248 Filing competing applications. But I did just want to understand that before we get
1249 too much further down the road on this.
1250 And we say MRC.
1251 Do you mean madat?
1252 I do mean madador. Yes, that's so OK.
1253 Well, great. OK, I haven't, OK.
1254 Excellent M's McLean.
1255 Anything further?

1256 Nothing from Permian resources, very good.
1257 Freya, what position are these cases on the January 27 docket?
1258 I'll need to look it up.
1259 I had everything closed because I didn't have Wi-Fi, sorry.
1260 But I think we have two cases on the 27th, one or two cases. So this would be either
1261 two number two or #3 that I can confirm.
1262 All right. Thank you.
1263 And then we have the following day also right reserved the 28th. Yes, correct.
1264 All right. OK.
1265 We'll issue an amended pre hearing order to add 257972579.
1266 8 to the two avant cases and.
1267 And with that, we're off the record.
1268 In these two avant cases.
1269 Thank you.
1270 Thank you.
1271 And do we need to have yet another status conference in January on the 22nd? I
1272 don't think we do.
1273 You don't think so, but if Miss McClain thinks we do, then Miss McClain, I know that
1274 your case is so they've been objected to.
1275 Where are they now?
1276 What docket are they on?
1277 We're on the January 22nd.
1278 Correct. I didn't think we needed a status conference today, right? Because that OK
1279 was happening again.
1280 But I don't think we need another status conference, right?
1281 I don't think so either, right?
1282 I mean, if the party's miraculously resolved their issues, they can let us know and we'll
1283 vacate the pre hearing order. We're hopeful that we do it all the time.
1284 So Freya, it seems to me that you could just move those administratively to the
1285 January 27 docket, saving the client.
1286 \$300.
1287 OK.
1288 Why not? OK.
1289 Yeah. You're welcome.
1290 Alright, so now we're gonna go on to number.

1291 I gotta make a note here.
1292 Hold on a second before I make a mistake.
1293 So that was six and seven, OK.
1294 Let's go on to #8 on our docket and this is.
1295 This is Targa Midstream 25757, Dana Hardy with Hardy McClain for Targa.
1296 Thank you.
1297 Adam Rankin with the Senate pay office upon Hart appearing on behalf of COG
1298 Production LLC, Concho Oil and gas, and EOG Resources, Incorporated.
1299 In your position we object to the application and we'll be prepared.
1300 Yep, we'll be prepared to go to hearing to contest it, OK.
1301 In other words, this is AI can't tell by these letters Miss Hardy what type of a cases?
1302 It's an acid gas injection.
1303 Well, case, so we should have a different.
1304 Right. We'll probably have.
1305 We'll have a different technical examiner.
1306 For this case.
1307 And I'm spacing on once Phil gets his group, but I'm, oh, Tony Anthony Harris.
1308 It'll be Tony Harris most likely.
1309 I doubt it will be Phil in this case.
1310 Do we have anything set Miss Hardy before I go to other entries of appearance?
1311 We do not.
1312 We have nothing set yet, right? OK. And Mr. Rankin, you've objected, but your
1313 objection is what to negotiate.
1314 Well, I'm not sure what room there is for negotiation. We have serious concerns
1315 about the plan to dispose.
1316 In the target formation, similar to the Good Night Empire case.
1317 We'll see.
1318 Yeah, we'll see.
1319 I hope not.
1320 That was clever.
1321 All right, Mr. Mr. Savage.
1322
1323  **Darin Savage** 1:09:07
1324 Good morning, Mr. Examiner.

1325 Darren Savage with Abbie and Shill appearing on behalf of Devon Energy Production
1326 Company LP and we have objected to this case.

1327

1328 **PH Pecos Hall 1:09:17**

1329 And your objection?

1330 Hey, what's your object?

1331 What? What do you want?

1332 Why did you object?

1333

1334 **DS Darin Savage 1:09:24**

1335 Looks like we're going towards a contested hearing on this.

1336 Our objection is that the shallow wells would interfere with the Devon's current plans
1337 and future plans and undermine creelative rights.

1338

1339 **PH Pecos Hall 1:09:34**

1340 OK.

1341 OK. OK. Perfect that that, that works good. Well, good morning. Mr. Examiner. Deena
1342 Bennett, on behalf of Kotera Energy operating and kotara, like Devin and the clients
1343 that Holland and Hart is representing has concerns with the injection and the
1344 potential to impact offsetting wells, which some of which.

1345 Kotera operates makes sense.

1346 Thank you, miss Hardy.

1347 Thank you.

1348 So Targa is working with the parties to discuss their concerns.

1349 And at this point, I would request a status conference on the January docket, OK,
1350 because if the concerns don't get resolved, then I don't believe target would proceed
1351 with this application.

1352 But they're still trying to make that determination. OK, that makes sense.

1353 When did you file the application?

1354 It was filed.

1355 Initially for the this is our second docket.

1356 I think it is.

1357 It was initially filed for the 1st November docket, but we continued it to OK
1358 December for a negotiation purpose.

1359 Yes, OK.

1360 So, so you filed it in October, is what you're saying?
1361 I believe that's correct.
1362 Yeah, very good.
1363 So then this would be on the January. What is the Freya?
1364 What is the status conference docket in January?
1365 It's January 22nd, January 5th.
1366 Thank you.
1367 Alright, so Miss Hardy, please continue your case for a final status conference.
1368 On January 22nd, I think you said Freya.
1369 Yes, thank you.
1370 But no, it will be the final status conference, OK.
1371 Thank you.
1372 I will do that either.
1373 We'll need to set it for some sort of hearing or you can dismiss it or whatever you
1374 prefer. Understood.
1375 Alright, well, good luck, Ms. Hardy. Thank you.
1376 Let's go to Permian resource cases.
1377 These are 25768 and six. Nine entries please.
1378 Sorry Jackie McLean, on behalf of Hermione Resources, he's getting confused with
1379 my highlighting.
1380 Hi, good morning. Mr. Hearing examiner Paula Vance with the Santa Fe Office of
1381 Holland and Hart on behalf of New Bern Oil Company.
1382 And we have entered an appearance and objected.
1383 I did send an e-mail to Freya yesterday to let her know we filed competing
1384 applications and I'm happy to give you those case numbers. Yes please.
1385 So it's 258-572-5858 and 25859.
1386 Three of them.
1387 There's three of them.
1388 That's correct 57359. That's correct.
1389 Perfect. Thank you.
1390 And and I sent that after we received the entry of appearance and objection to our
1391 cases which were filed for the January docket. And I'll just state now that we would
1392 like to do another status conference.
1393 I believe it's my understanding that the parties are in negotiations right now and
1394 would like to. I I think I I won't speak for Miss McLean but I am aware she that based

1395 on our conversations or emails that Permian would like to set a contested hearing we
1396 would.
1397 Like the latest possible date for contested hearing to allow for those good faith
1398 negotiations.
1399 To take place.
1400 So when were your? What docket are your three applications on?
1401 So they were.
1402 Were filed for the January docket, but based on some of the feedback that we did
1403 receive, probably would not have made that docket and been pushed to if they were
1404 uncontested because of the caps.
1405 So probably would have been pushed to a February docket.
1406 Yeah, but since they're objected to, they'll go to the status conference docket on
1407 January 22nd.
1408 That that's right.
1409 I'm just, you know, I'm pushing for time here.
1410 I see that Miss Van fleet is transferred as much time.
1411 As as we can so. So, since you're competing with Miss Miss Mclean's case as though I
1412 give her preference because she had the original cases.
1413 So I understand you want to delay for good faith negotiations.
1414 That's great.
1415 Let's see what Miss McLean wants and and I will. And I just one thing and I'll can I
1416 follow up.
1417 Let Miss you know. Miss Mccune, I I don't want to say that that didn't sound great,
1418 but I do want to follow up on that point.
1419 I did have a question.
1420 About that. Regarding the preference, yes, yes, by all means I I just want to
1421 understand what the precedents for that is, especially since we do have competing
1422 cases where we've got 2 two parties who have applied both who have you know
1423 under the oil and Gas Act.
1424 Or afforded the opportunity to produce their just an equal share.
1425 Of of the mineral interest. So.
1426 You know, understand that they filed first, but we we do have also an interest here.
1427 So we would ask for some equal deference. Thank you.
1428 Thank you. And I'll think about how I want to answer that question.
1429 And maybe I'll answer it today.

1430 Maybe I won't miss McLean.

1431 When did you first send out your well proposals?

1432 Oh gosh, the well proposals for these works. Take your time.

1433 Send. I'm not rushing you.

1434 Alright.

1435 They were sent back in September, so M's Vance going to your point about good

1436 faith negotiations as an as an additional piece of evidence, Miss McLean says that her

1437 client sent your client well proposals back in September.

1438 So that was three months ago.

1439 OK.

1440 Now I realize that you've just filed your competing applications.

1441 I I got that and we want to give your party the same due process that we want to

1442 give.

1443 Miss mcclain's?

1444 Client as well.

1445 So Miss McLean, when do you wanna hold a contested hearing?

1446 Yes, I believe that we would like the available February hearing date. That's Q10.

1447 Yes, February 10th.

1448 All right. So Miss, Miss Vance, I'm inclined to grant that unless you can provide some

1449 very good reason why you're not prepared to go to a contested hearing.

1450 In a month and a half from now.

1451 That's a very short time frame. For one, we've got the holidays going on.

1452 We're coming back from that.

1453 You know, I don't have all the specifics in terms of when, you know, I understand that

1454 those proposals went out in September.

1455 I don't have a lot of detail, at least from my end, on how those were, you know,

1456 Mubar has evaluated those proposals and sending out their own proposals.

1457 I don't have the date when those went out from our end.

1458 I'm trying.

1459 Let me interrupt you for a moment.

1460 You're you're competing.

1461 Applications have been filed.

1462 And are ripe for a hearing by February 10th.

1463 Actually before that.

1464 So that's what I'm thinking of.

1465 I want to make sure that we comply with all the rules and and I want to give you time
1466 to negotiate.

1467 Seems like February 10 gives your client some more time to negotiate.

1468 Gives them a month and a half from now.

1469 To either finish negotiation or you know, step up to give us some evidence on why
1470 your plan is better than Miss Mclean's. If you have some serious problem, you can
1471 negotiate with Miss McLean. And if the parties file an unopposed motion to
1472 continue, we might do that.

1473 But I do want to.

1474 I do want to abide by.

1475 Based on everything I've said so far, what I'm what I'm hearing from Miss McLean
1476 and from you February 10, should be a good date for a hearing.

1477 Oops. Well, I would have to confer with my client to make sure that they were
1478 available. But again, I would just reiterate, we want that additional.

1479 We'd like to have that additional time for negotiations, fruitful negotiations, and I
1480 would just reiterate, we would have a strong preference for if we are going to set a
1481 contested hearing date for it to be the March date.

1482 That's just too soon to do February.

1483 Docket or contested hearing.

1484 OK, if you wanna file a motion as to why that's too soon, feel free.

1485 It may be opposed, and I and I do need to look at both sides of it, include any
1486 affidavits or evidence that you have that supports that position, but it seems to me
1487 that many times.

1488 It's all about negotiating, and since these have been sent out in September, seems
1489 like your client has had a lot of time to think about these. They filed competing
1490 applications.

1491 For a reason.

1492 And so, you know, I want to give your client the same due process rights as I'm
1493 giving Miss McLean.

1494 So is there anything further?

1495 No. All right.

1496 Thank you, miss McLean. No, thank you.

1497 We're off the record in nine and 10.

1498 Let's move on to Permian Resources. 25770 entries of appearance please.

1499 This. Yeah, this number 11.

1500 This should be consolidated with the 257.
1501 1068 and 25769.
1502 The three of them were all filed together.
1503 I didn't know that.
1504 All right. So Freya, would you do that?
1505 Yes. Would you also would you also?
1506 Consolidate with 25857 and 25888. So I'm sorry, let me start again 25857 through
1507 5/9.
1508 Yes, the three cases that Miss Vance filed, OK.
1509 So with Paul that case and Miss Vance, you're on that case as well.
1510 Yes, and and I would say, can we come back for another status conference in in
1511 January?
1512 Sure. OK.
1513 See why not.
1514 It's up to you to file the continuances well for you, Miss Vance. Your case will be on.
1515 It would be automatically set for that, but I just wanted to confirm I I did have some
1516 e-mail correspondence with Miss McLean yesterday and you know I did want to
1517 mention that we filed those competing applications.
1518 And make that noted for the record here today, but wanted to confirm that we
1519 would go ahead and do that status conference in January as well.
1520 Sure. We'll consolidate the six cases together.
1521 M's McLean you don't have to continue your cases to that docket.
1522 We'll hear your position at the time we call M's Vance's cases.
1523 So then it'll be up to you to continue your cases to the February 10 docket after we
1524 have our status conference on January 22nd.
1525 Understood. All right.
1526 Anything further?
1527 No. No, Miss McLean, nothing.
1528 All right.
1529 So then we're off the record.
1530 In that case, let's move on to #12 Matador production 25584.
1531 Yes, good morning, Mr. hearing examiner, Railey Starnes with the Santa Fe Office of
1532 Holland and Hart, on behalf of Maddor production company.
1533 Spell your name. Yes, RAYLEE. OK, starnes. STARNES.
1534 And you're representing Holland and heart.

1535 You work for Holland and heart.
1536 You're representing me, boy.
1537 Matador. Matador. Yes.
1538 I don't believe there are any other appearances for this.
1539 Case 25584 is an application to amend order R 22860 to add additional pooled
1540 parties.
1541 Was continued from an earlier docket to perfect. Notice we're off of our status
1542 conference. Yes, yes. OK.
1543 Here's what we're gonna do, since basically all the cases with the exception of four of
1544 them, are gonna be taken under advisement.
1545 The only role I have today is to admit the evidentiary packet that may have been filed
1546 by the request of the technical examiner or myself.
1547 So let's just jump to the chase. Is there something you want me to accept into
1548 evidence?
1549 Yes, there are no questions. I would like the all the exhibits be accepted into the
1550 record taken under advisement.
1551 What did you amend?
1552 We revised the hearing packet to update the self affirm statement of notice and the
1553 affidavit of publication showing that the additional party has been properly noticed.
1554 Alright, so this was a notice cure.
1555 Yes, all right.
1556 So let's see something here.
1557 This is number OK.
1558 Yes, I have a note on this.
1559 OK.
1560 Your amended or revised exhibits are accepted into evidence, and we'll take your
1561 case under advisement.
1562 Thank you.
1563 All right, we're off the record.
1564 And #12, let's move on to #13. This is 25663 mubaran oil.
1565 Good morning, Mr. hearing examiner Paula Vance with the Santa Fe Office of Holland
1566 and Hart, on behalf of the applicant, New Bern Oil Company.
1567 Jackie MacLean, on behalf of Conoco Phillips COG operating COG production and
1568 Marathon Oil. Perfect. Thank you.
1569 Have you seen the revised exhibits?

1570 Yes, and we had emailed council from Mubar yesterday asking that Conoco be
1571 removed as a pooled party because the deal hasn't closed and they don't expect that
1572 to close until sometime in January.
1573 But other than that, there was no objection.
1574 So I would ask that we do another status conference because it's my understanding
1575 we were hoping to be able to have something in writing. We haven't got gotten
1576 there as Miss McLean has stated. But right now I I would request that we have
1577 another status conference there's been.
1578 A lot of back and forth on these, these were filed refiled. There was another party
1579 involved.
1580 BP.
1581 I always peebex.
1582 And so now there's some some negotiation going on with between mubar and cog.
1583 But again, we would just ask if we can possibly do another status conference in
1584 advance before you go on.
1585 We were here today not for a status conference, but to continue the hearing by
1586 affidavit.
1587 So what you're saying is you're not prepared to continue the hearing by affidavit
1588 because you're in ongoing negotiations to basically clean this up, yes.
1589 So then why do we want to have another status?
1590 Why don't we set it for another hearing?
1591 Affidavit. That way, if you've cleaned it up, there won't be an additional delay for you.
1592 And I'm trying to not delay your case.
1593 I I'm happy to do that if the hearing.
1594 It's my understanding that the closing will occur in the first like 10 days of January.
1595 OK, so, so February docket would probably be safe.
1596 We don't really want to go that far if if we I guess.
1597 So maybe if we could.
1598 So, Freya, do you have a special docket in the middle of January or the end of
1599 January?
1600 We have January 13th and January 27th.
1601 Did you hear that, Miss Vance?
1602 'Cause you were talking this as I'm getting your question answered for you. Will you
1603 say that again Fran?
1604 January 13th or the 27th, can we? Let's do the 13th.

1605 OK.
1606 So you're gonna continue your own case.
1607 We're not continuing it, Miss Vance.
1608 Correct. You're gonna continue it. And I wanna write this down.
1609 The hearing by affidavit is this. Your witness, by the way, Mr. Kerbs.
1610 Kermessey.

1611

1612 **DK David Kirmse** 1:25:30

1613 Sorry. Good morning, Mr. Examiner.
1614 I'm with Brad Pittsayer representing PBX operations. Yeah.

1615

1616 **PH Pecos Hall** 1:25:35

1617 Ah, I didn't know that, OK.
1618 I don't have you as a party in this case.
1619 I didn't know that.

1620

1621 **DK David Kirmse** 1:25:41

1622 Yeah, we filed on the 5th and notified the parties on the 5th.

1623

1624 **PH Pecos Hall** 1:25:46

1625 Of December.

1626

1627 **DK David Kirmse** 1:25:48

1628 Yes.

1629

1630 **PH Pecos Hall** 1:25:49

1631 Fred, do we have an entry of appearance from this gentleman?
1632 I looked into it this morning on after receiving an e-mail from Jennifer Bradfute.
1633 I looked in our system.
1634 The entry of appearance was submitted as a was created as a draft, but it was never
1635 formally submitted into our system for acceptance.
1636 Miss Bradford just filed my understanding.
1637 Is she just filed an entry of appearance this morning?
1638 OK.
1639 That's why you're not on the list, Mr. How do you say your name?

1640

1641 **DK** **David Kirmse** 1:26:19

1642 Termsy.

1643

1644 **PH** **Pecos Hall** 1:26:20

1645 Kermis sounds good.

1646 Would you spell your name so that we can pick it up?

1647

1648 **DK** **David Kirmse** 1:26:24

1649 Yeah, it's KIRMSE.

1650

1651 **PH** **Pecos Hall** 1:26:27

1652 Your first name.

1653

1654 **DK** **David Kirmse** 1:26:28

1655 David.

1656

1657 **PH** **Pecos Hall** 1:26:29

1658 OK.

1659 All right, so did you file an objection, Mr. Kermsi?

1660

1661 **DK** **David Kirmse** 1:26:35

1662 No, no issues.

1663

1664 **PH** **Pecos Hall** 1:26:37

1665 So you so then you you're just monitoring this case?

1666

1667 **DK** **David Kirmse** 1:26:40

1668 Yes, absolutely.

1669

1670 **PH** **Pecos Hall** 1:26:42

1671 All right.

1672 Thank you.

1673 Miss Vance, back to you.

1674 Please continue this case to the January 13 for a hearing.

1675 By affidavit, we will act as though that's today what we were going to do today will
1676 do on the 13th, OK. And hopefully you'll be ready to proceed.

1677 If not, we'll just bump it down again. Thank you.

1678 I appreciate that.

1679 Yeah, no problem.

1680 OK, if there's nothing else, Miss McLean.

1681 Anything else in this case?

1682 Nothing from us. OK, thank you.

1683 Let's move on to Matador production.

1684 There are two cases for our hearing by affidavit continuance. This is 256-972-5699.

1685

1686  +15*****12 1:27:26

1687 Mr. Examiner.

1688 Jim Bruce, representing Matador production. MRC Permian.

1689 There is no opposing party.

1690

1691  **Pecos Hall** 1:27:36

1692 Go ahead.

1693

1694  +15*****12 1:27:39

1695 This matter was heard a couple weeks ago.

1696 It was continued to correct the first page of each pooling checklist to reflect that the
1697 well units are standard.

1698 That has been done and as a result I would just simply request that.

1699 Exhibits A through F.

1700 In each case, be admitted into the record and the cases be taken under advisement.

1701

1702  **Pecos Hall** 1:28:02

1703 OK, admitted without exception.

1704 Taken under advisement.

1705 Thank you, Mr. Bruce.

1706 Off the record, let's move on to 3R operating case number 16257 O 7.

1707

1708  +15*****12 1:28:07

1709 Thank you.

1710

1711 **PH Pecos Hall** 1:28:16

1712 Yes, Jackie McLean, on behalf of 3R operating.

1713 Thank you.

1714 And in case number 25707, we submitted a notice of amended exhibit packet as
1715 requested by the division.

1716 To include an amended compulsory pulling checklist, amended C102.

1717 And amended Stratiographic cross section and I ask that this amended exhibit packet
1718 be admitted into the record and that the case be taken under advisement, admitted
1719 without exception, taken under advisement, were off the record in 16.

1720 Let's move to 17 COG operating 25712.

1721 Yes, Jackie McLean, on behalf of COG operating.

1722 In case number 25712, COG submitted in amended exhibit packet to include an
1723 amended compulsory pooling checklist and an amended tract to ownership.

1724 Exhibit I ask that the amended exhibit packet be admitted into the record and that
1725 the case be taken under advisement.

1726 Thank you, admitted without exception and taken under advisement, and Mr. hearing
1727 Examiner rarely starts with the Santa Fe Office of Holland and Heart.

1728 It's OK making an entry of appearance on behalf of Matador production company
1729 just monitoring, OK.

1730 Thank you, miss Darnes.

1731 Moving on to #18 on our docket, well, it looks like it's consolidated with another
1732 case.

1733 Although it looks like it may be one maybe.

1734 One of the cases was taken under advisement, Miss.

1735 Yes, we brightly, Starnes with haunted heart representing call the case numbers and
1736 then you can enter your appearance 2571325714 and not calling 25715.

1737 Yes, the rate is at the Santa Fe Office of Holland and Hart, on behalf of MRC Permian
1738 Company and for 2571325714, we were filing revised hearing when it gets to correct.

1739 A pool and pool code.

1740 And have you done that?

1741 Yes, they are, Bilal. I do believe there's one entry of appearance.

1742 Perhaps, maybe miss luck.

1743 Yes. And Caitlin luck for Vicki Meadows and Bobayes and only 71714. Excuse me.

1744 So we have Bailey revised.

1745 Hearing packets reflecting the updated pool and pool code, and if there are no other
1746 questions, we would ask that the revised hearing packet and exhibits be admitted
1747 into the record and taken under advisement.
1748 Admitted without exception in these two cases are taken under advisement.
1749 What happened 25715?
1750 I believe it was taken under advisement at the last hearing. That's what I thought.
1751 Thank you.
1752 We're off the record in those cases. Thank you.
1753 Let's see now.
1754 Looks like we're calling newborn oil.
1755 It's 25726.
1756 Yes, Jackie McLean, on behalf of New Bern. Thank you. And in case number 25726,
1757 Mubaran filed an amended exhibit packet to include an amended non standard unit
1758 offset interest map by track and an amended compulsory pulling checklist for the
1759 order that we are asking.
1760 To be amended.
1761 With that, I said the exhibits be admitted into the record and the case be taken under
1762 advisement.
1763 Thank you, admitted without exception and taken under advisement off the record in
1764 case number 20, let's move on to 21.
1765 This is 25728 consolidated with some other cases that we came back to receive
1766 additional information 257-3031.
1767 32 I'm gonna call 3.
1768 3 separately.
1769 So we're not gonna call 33 right now. So let me hear. And she's of appearance for
1770 those four cases.
1771 Good morning, Mr. herring. Examiner Paula Vance with the Santa Fe Office of
1772 Holland and Hart, on behalf of the applicant Matador, MRC Permian Company, and
1773 we filed revised hearing packets in each of these cases for.
1774 For all of them, for correcting the pool code and pool name.
1775 Which we did that in the CPAC as well as in the land man statement. And then the
1776 updated C1O twos. And then in two of the cases 2573-O and the one case you did
1777 not call.
1778 We also updated on the CPAC and the land statement based on Mr. McClure's
1779 feedback regarding what Permian would be allowed to pool.

1780 Because.
1781 A depth severance carved out.
1782 Specific to the Second Bone Spring, so based on that feedback we limited the each
1783 of these.
1784 To the third Bone spring. So and I would ask that the revised hearing packets and
1785 exhibits be taken under advisement at this time. If there are no questions and we do
1786 have our experts available.
1787 If there are follow up questions, there are not.
1788 So your your amended exhibits are admitted into the record without exception.
1789 And your case is 257283031 and three two are taken under advisement.
1790 Now let's call 25733.
1791 Good morning, Mr. hearing examiner Paula Vance with the Santa Fe Office of Holland
1792 and Hart, on behalf of the applicant, MRC Permian Company.
1793 And I won't go through everything.
1794 Let me tell you the reason I called it separate because you didn't sign the CPAC.
1795 Oh yeah.
1796 So we're gonna call that.
1797 We're gonna call that a typo.
1798 Please sign it today as long as we receive this by 5:00 PM today, we will leave that
1799 record open.
1800 It won't stay open after 5.
1801 PM It will get done.
1802 Excellent. I appreciate that.
1803 So we will receive your exhibits into evidence without exception, including the signed
1804 CPAC, even though I don't.
1805 That is an evidentiary document. Or not.
1806 And we will take your case under advisement. At 5:00 PM today.
1807 Absolutely. Thank you. Thank you.
1808 We're off the record in all those matador. We only have one case left and that is
1809 number 26 on our docket.
1810 It is 25767 Jackie McLean, on behalf of Spur Energy Partners.
1811 And in case number 25767, this was just called back so that the public notice period
1812 could run.
1813 It did not get published in time due to the holiday, so I asked that the exhibits be
1814 admitted into the record.

1815 And the case be taken under advisement.
1816 Thank you. Without exception and taken under advisement. So thank you.
1817 Thank you. And for that, we conclude our hearing today.
1818 Thank you for everyone's Mr. Examiner.
1819 Could I suggest a point or order perhaps?
1820 And you know, the division does prepare this worksheet, which is super helpful.
1821 And I was just wondering, to avoid attorneys talking over each other if it would be
1822 helpful for the division if we entered our appearance when there's multiple parties in
1823 the order.
1824 Listed on the worksheet and that way we're orderly between the folks who are virtual
1825 and the folks in the room and also can make sure that way that we're not stepping
1826 on each other's toes when we're trying to enter our parents.
1827 It makes sense.
1828 And if you can e-mail your fellow attorneys and and and let them know that that
1829 seems like a very good idea to me because some people are not here, they may not
1830 be hearing this, but I think it's a wonderful idea.
1831 Great. Thank you so much.
1832 All right. Thank you.
1833 All right.
1834 Unless there's anything else, we're off.
1835 And a Merry Christmas to everyone.
1836 I don't think we have anything else for the rest of the year, do we, Freya?
1837 We do not.
1838 All right. Excellent.
1839 Happy New Year or happy Holidays. However you celebrate it and we'll see you in
1840 the new year.
1841 Thank you.
1842
1843● **Pecos Hall** stopped transcription