

STATE OF NEW MEXICO
ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

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

CASE NOS: 22859

APPLICATION OF COG OPERATING LLC
FOR COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO.

REPORTER'S TRANSCRIPT OF VIRTUAL PROCEEDINGS
EXAMINER HEARING
JULY 7, 2022
SANTA FE, NEW MEXICO

This matter came on for virtual hearing before
the New Mexico Oil Conservation Division, HEARING OFFICER
WILLIAM BRANCARD and TECHNICAL EXAMINER DEAN McCLURE on
Thursday, July 7, 2022, through the Webex Platform.

Reported by: PAUL BACA PROFESSIONAL COURT REPORTERS
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Albuquerque, NM 87102
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A P P E A R A N C E S

PAULA VANCE
HOLLAND & HART
110 North Guadalupe, Suite 1
Santa Fe, NM 87501
505-954-7286

I N D E X

CASE CALLED	
TAKEN UNDER ADVISEMENT	05
REPORTER CERTIFICATE	06

E X H I B I T I N D E X

	Admitted
Exhibits and Attachments	06

1 HEARING EXAMINER BRANCARD: With that we are on
2 Item 61, 22859, COG Operating LLC.

3 MS. VANCE: Good morning, Mr. Hearing Examiner,
4 Paula Vance again with the Santa Fe office of Holland & Hart
5 on behalf of the applicant COG Operating LLC.

6 HEARING EXAMINER BRANCARD: Are there any other
7 interested appearances for Case 22859?

8 (No audible response.)

9 HEARING EXAMINER BRANCARD: Hearing none, you may
10 proceed, Ms. Vance.

11 MS. VANCE: Thank you, in Case 22859, COG seeks
12 to pool uncommitted mineral interests within the Bone Spring
13 formation, Pool Code 96229, underlying a standard 480 acre
14 horizontal spacing unit comprised of Lots 1 and 2, the S/2
15 of the NE/4 and the SE/4 which would be the equivalent to
16 the E/2 of Section 5, Township 24 South, Range 32 East, and
17 the SE/4 of Section 32, Township 23 South, Range 32 East,
18 Lea County, New Mexico.

19 COG seeks to dedicate to the spacing unit to Gin
20 and Tectonic Fed Com 501H well, 502H well, and 503H well.
21 In this case we have provided the compulsory pooling
22 checklist, as well as the affidavit and testimony of Landman
23 Brian Dart and geologist Joseph Dishron, both of whom have
24 previously testified before the Division and their
25 credentials have been accepted as a matter of record.

1 Mr. Dart's affidavit is Exhibit C, which includes
2 sub exhibits C-1, C102s; C-2, the land tract map of the
3 uncommitted owners; C-3, sample well proposal letter with
4 AFEs; and C-4, the chronology of contacts.

5 This is followed by Mr. Dishron's affidavit,
6 which is Exhibit E, and includes sub exhibits, D-1, the
7 locator map; D-2, Bone Spring subsea structure map; D-3,
8 Bone Spring cross section map; and, D-4, Bone Spring
9 stratigraphic cross section map. In this case Mr. Dishron
10 did not observe any faulting, pinchouts or geologic
11 impediments to horizontal drill of the wells.

12 Lastly Exhibit E is the affidavit of notice and
13 sample letters that were timely mailed on June 17, 2022.

14 And Exhibit F, affidavit of notice of publication
15 which was timely published on June 16, 2022.

16 And unless there are any questions, I would ask
17 that all the exhibits and sub exhibits be admitted into the
18 record and that Case 22859 be taken under advisement by the
19 Division at this time.

20 HEARING EXAMINER BRANCARD: Mr. McClure,
21 questions?

22 TECHNICAL EXAMINER McCLURE: No questions for
23 this case, Mr. Brancard.

24 HEARING EXAMINER BRANCARD: Thank you. I have no
25 questions. Are there any other interested persons for case

1 22859?

2 (No audible response.)

3 HEARING EXAMINER BRANCARD: Hearing none, the
4 exhibits will be admitted into the record and Case 22859
5 will be taken under advisement.

6 MS. VANCE: Thank you, Mr. Hearing Examiner, and
7 thank you, Mr. McClure.

8 (Exhibits admitted.)

9 (Taken under advisement.)

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1 STATE OF NEW MEXICO
2 COUNTY OF BERNALILLO

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4 REPORTER'S CERTIFICATE

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6 I do hereby certify that I reported the
7 foregoing virtual proceedings in stenographic shorthand and
8 that the foregoing pages are a true and correct transcript
9 of those proceedings to the best of my ability.

10 I FURTHER CERTIFY that I am neither employed by
11 nor related to any of the parties or attorneys in this case
12 and that I have no interest in the final disposition of this
13 case.

14 I FURTHER CERTIFY that the Virtual Proceeding was
15 of poor to good quality.

16 Dated this 7th day of July 2022.

17

/s/ Irene Delgado

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Court Reporter
License Expires: 12-31-22

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