## Recording 2 3 DISCLAIMER: This transcript was auto-generated with the assistance of Microsoft AI 4 technology and may contain errors, omissions, or not reflect the original audio's nuances. Its 5 6 intended purpose is to provide general information only. The official record is the video recording of the hearing, which is posted to the OCD's YouTube channel, which can be 7 viewed here: OCD Pecos Hall - YouTube 8 9 10 50:11 Mr. 11 12 50:12 13 14 McClure, I know it's 9:00. 15 50:13 16 I just need another minute or so. 17 18 53:21 19 20 3:00 AM. 21 53:23 22 23 And we are going to. 24 25 53:28 26 Is it OK to go? 27 28 53:30 All right. 29 30 53:30 31 32 This is a special docket of the Oil Conservation Division, the last day of September 2025. 33 53:38 34 With me is Mr. 35 36 53:39 37 Dean McClure, Technical Examiner, and we are recording this via teams and it will also 38 produce an artificial intelligence transcript to go with it. 39 40 53:52 41 So we do not have a court reporter today. 42 43 44 53:54

OCD Special Docket September 30, 2025-20250930 154436UTC-Meeting

1

OK.

```
46
47
     53:55
     I'm going to start with case number 125487, Strata Production entries, please.
48
49
     54:01
50
     Good morning, Mr.
51
52
     54:02
53
     Examiners.
54
55
     54:03
56
57
     Sharon Shaheen on behalf of Strata Production, thank you.
58
     54:07
59
     Good morning.
60
61
     54:07
62
     Carrie Hatley entering an appearance on behalf of Konica Phillips Company monitoring only.
63
64
     54:12
65
     Thank you.
66
67
     54:12
68
69
     Miss Shaheen.
70
     54:13
71
     Go ahead.
72
73
     54:14
74
75
     Thank you.
76
     54:14
77
     This case was continued to from the September 11th hearing and Mr.
78
79
     54:20
80
     Mcclure's request that we submit a revised Exhibit B3 with the depth tracks for the cross
81
     section.
82
83
     54:26
84
     Those were submitted I believe on the same day, September 11th.
85
86
87
     54:30
     And if, if those are satisfactory, we would move that the revised exhibit package be admitted
88
```

into the record and that this case be taken under advisement.

```
90
      54:40
91
      Thank you.
92
93
      54:41
94
      Entered as evidence without exception.
95
96
      54:43
97
98
      Mr.
99
      54:43
100
      McClure?
101
102
      54:45
103
      No questions.
104
105
      54:46
106
107
      Mr.
108
      54:46
109
      Herring, examiner, I believe we can take it under advisement.
110
111
      54:49
112
      Case is taken under advisement.
113
114
      54:50
115
      We're off the record.
116
117
      54:51
118
119
      Thank you.
120
121
      54:52
      Now calling Coterra Energy.
122
123
      54:54
124
      We have two cases, 25524 and 25 entries, please.
125
126
      54:58
127
      Good morning, Mr.
128
129
      54:59
130
131
      Examiner Deena Bennett on behalf of Coterra Energy Operating.
```

```
132
      55:03
133
      I don't see any of the parties, Miss Bennett, so please proceed.
134
135
      55:06
136
      Thank you.
137
138
      55:08
139
      These cases, like the case that Miss Shaheen just presented, were originally heard on the
140
      September 11th docket and the technical examiner, Mr.
141
142
143
      55:16
      McClure asked for three revisions or additions.
144
145
      55:21
146
      He asked for us to revise Exhibit A4 to add attract recapitulation, revise Exhibit A5 to
147
      remove Newburn Oil Company as a pool party, and add more legible AF ES to Exhibit A6,
148
      all of which we have done in both exhibit packets.
149
150
      55:40
151
152
      And so with that, I would ask that the revised exhibit packets in case numbers 25524 and
      25525 be admitted into the record and these cases be taken under advisement.
153
154
      55:51
155
      Thank you.
156
157
      55:51
158
      Miss Bennett.
159
160
      55:52
161
      The exhibits are admitted into evidence without exception.
162
163
      55:56
164
      Mr.
165
166
      55:56
167
      McClure.
168
169
      55:57
170
      No questions for Mr.
171
172
      55:58
173
```

Herring Examiner.

```
175
      56:00
176
      Thank you.
177
178
      56:00
179
      Miss Bennett.
180
181
      56:00
182
      They're taken under advisement.
183
184
      56:02
185
      We're off the record.
186
187
      56:03
188
      Thank you very much.
189
190
      56:04
191
      Have a good day.
192
193
      56:04
194
      Moving on.
195
196
      56:05
197
198
      Thank you.
199
200
      Moving on to Devon Energy Production, these are case numbers 25526272829.
201
202
      56:12
203
      Good morning, Mr.
204
205
206
      56:13
      Herring Examiner.
207
208
      56:13
209
210
      Good morning.
211
      56:14
212
      I'm Mr.
213
214
      56:14
215
```

Technical Examiner Darren Savage with Ave.

```
217
      56:17
218
      and SHILL on behalf of Devon Energy Production Company.
219
220
      56:20
221
222
      Good morning, Mr.
223
      56:21
224
225
      Examiner.
226
      56:21
227
      Carrie Haley entering her appearance on behalf of COG Operating monitoring only.
228
229
      56:26
230
      Thank you.
231
232
      56:27
233
234
      Good morning, Mr.
235
      56:28
236
      Hearing Examiner Paula Vance with the Santa Fe office of Holland and Hart on behalf of
237
      Matador.
238
239
      56:33
240
      And we just entered in appearance.
241
242
      56:35
243
      We're not objecting, we're just observing.
244
245
246
      56:37
      Thanks.
247
248
      56:37
249
      Perfect.
250
251
      56:38
252
253
      Thank you.
254
      56:38
255
      Do we have EOG?
256
257
258
      56:44
```

Would that be Jordan Kessler?

```
260
       56:48
261
       Mr.
262
263
       56:48
264
       Savage, do you know?
265
266
       56:50
267
      I would, I believe that would be Jordan Kessler.
268
269
       56:52
270
271
       All right, do you know if she's objecting to anything?
272
       56:55
273
       Not no, as I understand she's just monitoring.
274
275
       56:58
276
       All right, can go right ahead.
277
278
       56:59
279
       OK, thank you.
280
281
       57:01
282
       This case was originally heard on September 11th.
283
284
       57:04
285
       There was a publication notice issue that needed to be a cured.
286
287
288
       57:07
       So it was continued to to to to today and Mr.
289
290
291
       57:12
       McClure asked for some amendments to the hearing packet.
292
293
       57:17
294
       And when was the including of the of a geology exhibit, Exhibit B3 to include API numbers
295
       and to revise the the pooling list to remove the state of New Mexico as a royalty owner.
296
297
298
       And I believe these have been accomplished for all four cases.
299
300
301
       57:36
```

Revised hearing packets have been admitted and I ask that they be accepted into the record.

```
303
304
      57:45
      Thank you.
305
306
      57:46
307
      It is accepted into the record without exception.
308
309
      57:49
310
      Mr.
311
312
      57:49
313
      McClure.
314
315
      57:50
316
      No questions for any of these four cases.
317
318
      57:52
319
320
      Mr.
321
      57:53
322
      Herring examiner, Thank you.
323
324
      57:54
325
      Then they're all taken under advisement and we are off the record.
326
327
328
      Let's move on to Simrex Energy.
329
330
      57:59
331
      This is 2553-O in three one entries.
332
333
      58:03
334
      Good morning, Mr.
335
336
      58:04
337
      Herring examiner.
338
339
      58:04
340
      Good morning, Mr.
341
342
      58:05
343
344
      Technical Examiner, Darren Savage with Ave.
```

```
345
      58:07
346
      and SHILL on behalf of Simrex Energy.
347
348
      58:10
349
      Good morning, Mr.
350
351
      58:11
352
      Examiner, Carrie Hatley entering her appearance on behalf of COG acreage and COG
353
      operating monitoring only.
354
355
356
      58:17
      Thank you.
357
358
      58:19
359
      I think we have EOG, but I don't.
360
361
      58:22
362
      Do you know whether Miss Kessler no one.
363
364
      58:25
365
      OK, go right ahead.
366
367
      58:26
368
      OK, Mr.
369
370
      58:27
371
      Hearing Examiner, thank you.
372
373
      58:29
374
      These cases also were heard on September 11th and there was an issue with the publication
375
      notice which needed to be cured.
376
377
      58:34
378
379
      So they were continued to today there was there was no request or objection regarding the
      hearing packet, but I believe that the the land man did update some things on the on the
380
      hearing packet regarding appearances of of of a party that at the at the hearing.
381
382
      58:55
383
      And so we did we did do a revised hearing packet to address some of that and and that's
384
      included.
385
386
      59:03
387
388
      And I asked that the division admit that the revised cheering packet into the record
```

accepted as evidence without exception.

```
390
391
      59:15
      Mr.
392
393
      59:15
394
395
      McClure Oh, Mr.
396
      59:17
397
      Herring examiner.
398
399
      59:19
400
      It's possible to make the service and select the job.
401
402
      59:25
403
      Go ahead.
404
405
      59:25
406
      Mr.
407
408
      59:28
409
      It's possible that Mister Savage might be able to summarize it.
410
411
      59:30
412
      Otherwise, I mean to ask questions to the land man.
413
414
      59:33
415
      Do we have the land man?
416
417
      59:34
418
419
      The land man's available.
420
421
      59:35
      We do have the land man, Mr.
422
423
      59:36
424
      McClure.
425
426
      59:37
427
      Why don't we just get him sworn in?
428
429
      59:39
430
431
      OK.
```

```
432
433
      59:41
       You want to call your land man?
434
435
      59:43
436
437
      Yes.
438
      59:44
439
      Mr.
440
441
      59:44
442
      Dillon Park.
443
444
      59:45
445
      Are are you available online?
446
447
      59:47
448
449
      Yes, Sir.
450
      59:47
451
      I'm here.
452
453
      59:48
454
455
      OK.
456
      59:49
457
      Perfect.
458
459
       59:50
460
      Please raise your right hand for me.
461
462
463
      59:51
      Do you swear, affirm under penalty of perjury that this testimony you're about to give is the
464
      truth, The whole truth?
465
466
      59:57
467
      Nothing but the truth.
468
469
      59:59
470
      Yes, Sir, I do.
471
472
473
       1:00:00
```

Please spell your name.

```
475
      1:00:02
476
477
      It's Dylan.
478
479
      1:00:03
480
      Dylan, last name.
481
      1:00:05
482
      Park.
483
484
      1:00:05
485
486
      PARK.
487
488
      1:00:07
      OK.
489
490
      1:00:07
491
      And have you been accepted as an expert for this division?
492
493
494
      1:00:11
495
      Yes, Sir, I have.
496
      1:00:13
497
      In what field?
498
499
      1:00:14
500
      Petroleum Land Management.
501
502
      1:00:16
503
504
      Perfect.
505
      1:00:16
506
507
      Mr.
508
      1:00:17
509
510
      McClure.
511
512
      1:00:18
      Thank you.
513
514
      1:00:19
515
516
      Mr.
```

```
517
      1:00:19
518
      Herring, Examiner.
519
520
      1:00:20
521
      Mr.
522
523
      1:00:20
524
      Park, there's reference to Exhibit A2 and A4 being amended.
525
526
      1:00:26
527
528
      Can you summarize what changes were made to those exhibits?
529
      1:00:31
530
      Yes, Sir, it, it was pretty simple.
531
532
      1:00:34
533
534
      Under case number 25531, Northern Oil and Gas is a party, whereas in case number 25530
      it's EOG.
535
536
      1:00:49
537
      And so I just made that clear in these exhibits.
538
539
540
      1:00:52
      EOG owns in the Bone Spring, Northern Oil and Gas owns in the Wolf Camp.
541
542
      1:00:57
543
      And that was the only change that was made, Sir.
544
545
      1:01:01
546
      OK.
547
548
      1:01:02
549
      So then the summary of ownership was changed to reflect that then, is that correct?
550
551
      1:01:07
552
553
      That is correct, Sir.
554
      1:01:08
555
      Yes, Sir.
556
557
558
      1:01:10
      OK, so then our current amended exhibit package then has the correct summary breakdown
559
      then is that correct?
```

```
561
      1:01:18
562
      Yes, Sir.
563
564
      1:01:19
565
      OK, thank you, Mr.
566
567
      1:01:21
568
      Park.
569
570
      1:01:21
571
      Yes, Sir.
572
573
      1:01:21
574
      Thank.
575
576
577
      1:01:22
578
      Thank you.
579
580
      1:01:22
      Mr.
581
582
      1:01:23
583
584
      Herring.
585
      1:01:23
586
      Examiner.
587
588
      1:01:23
589
      I have no further questions for these cases.
590
591
      1:01:25
592
      All right, then they'll be taken under advisement.
593
594
      1:01:27
595
596
      Thank you, Mr.
597
      1:01:28
598
599
      Park.
600
      1:01:28
601
602
      Thank you, Mr.
```

```
603
      1:01:29
604
605
      Savage.
606
      1:01:29
607
      We're off the record.
608
609
      1:01:30
610
      All right, Thank you.
611
612
      1:01:31
613
      All right, moving on to Permian Resource cases, it looks like there are three of them that are
614
      combined 255-442-5565 and six, six entries, please.
615
616
      1:01:42
617
      Good morning, Jackie McClain on behalf of Permian Resources.
618
619
      1:01:45
620
      Thank you.
621
622
      1:01:46
623
      Good morning.
624
625
626
      1:01:46
      Carrie Hatley entering her appearance on behalf of Conoco Phillips Company monitoring
627
      only.
628
629
      1:01:50
630
      Perfect.
631
632
      1:01:51
633
      Thank you.
634
635
      1:01:53
636
      And do we have a Catherine Kirkus pro SE representing E bar?
637
638
      1:01:58
639
      ZI think their issues were resolved at the last hearing.
640
641
      1:02:05
642
      So I'm not sure if they'll be on or not.
643
644
      1:02:08
645
      OK.
646
```

```
647
       1:02:09
648
       I don't hear anyone.
649
650
       1:02:10
651
       Freya, any idea?
652
653
       1:02:13
654
       Yeah, there's no one on.
655
656
       1:02:14
657
658
      No one on.
659
       1:02:15
660
       OK, and and what?
661
662
       1:02:17
663
       Let's just for the record, just put it on the record.
664
665
       1:02:19
666
       What was the issue and how was it resolved?
667
668
       1:02:22
669
       They had objected to being pooled, but then we had that discussion about how they didn't
670
       actually own in the acreage 'cause it had been transferred to a trust.
671
672
       1:02:34
673
       And then I think you had even asked them like, is this resolved?
674
675
       1:02:37
676
       And they said yes, great, perfect.
677
678
       1:02:39
679
       OK, go right ahead and present your cases.
680
681
       1:02:41
682
683
       Great.
684
       1:02:42
685
       So as requested at the September 11th hearing, Permian Resources submitted amended
686
       exhibit packets for case numbers 255-442-5566 and 25565, and that was just to amend
687
       Exhibit B5.
688
689
       1:02:59
690
```

```
691
      So we'd ask that the exhibits be admitted into the record and that the cases be taken under
692
      advisement.
693
      1:03:06
694
      Thank you.
695
696
697
      1:03:06
      Without exception, Mr.
698
699
      1:03:07
700
      McClure.
701
702
      1:03:09
703
      No questions.
704
705
      1:03:09
706
      Mr.
707
708
      1:03:10
709
      Herring, examiner, and they're all taken under advisement.
710
711
      1:03:12
712
713
      Thank you.
714
715
      1:03:13
      Miss McClain, we're off the record.
716
717
      1:03:15
718
      Let's move on to more cases I think that are yours.
719
720
      1:03:18
721
722
      Miss McClain.
723
724
      1:03:19
      These are Permian Resource cases 25550 through six one.
725
726
      1:03:26
727
      Yes, Jackie McClain on behalf of Permian Resources and there are no other parties.
728
729
      1:03:32
730
      Go right ahead.
731
732
      1:03:33
733
```

Yes.

```
735
       1:03:34
736
       In these cases we first filed the pre hearing statements that were not in the OCD docketing
737
       system prior to the September 11th docket.
738
739
740
       1:03:48
       And we also filed A supplemental exhibit which was a supplement to Exhibit B for the
741
       affidavit of publication.
742
743
       1:04:00
744
       And I attached the full page that the publication had appeared on because in our exhibit
745
       packet it had been cut off.
746
747
       1:04:11
748
749
       And so I just attached that and then I said that I caused it to be published in the Carlsbad
       current August on August 26th, 2025.
750
751
       1:04:23
752
       And with that, I ask that the supplemental exhibit before be admitted into the record and that
753
       the cases be taken under advisement.
754
755
       1:04:33
756
       Perfect.
757
758
       1:04:34
759
760
       Without exception.
761
       1:04:34
762
763
       Mr.
764
       1:04:35
765
766
       Mr.
767
       1:04:36
768
       McClure.
769
770
       1:04:37
771
772
       No questions.
773
       1:04:38
774
      Mr.
775
776
       1:04:38
777
```

Herring, Examiner, all of these cases are taken under advisement.

```
779
780
      1:04:42
      Thank you.
781
782
      1:04:42
783
784
      We're off the record in those cases.
785
      1:04:44
786
      Let's move on to Coterra Energy 25563.
787
788
      1:04:51
789
790
      Morning, Mr.
791
      1:04:51
792
      Hearing Examiner.
793
794
      1:04:52
795
796
      Good morning.
797
      1:04:53
798
      Mr.
799
800
      1:04:53
801
      Technical Examiner, Darren Savage with Avidy and Shill on behalf of Coterra Energy
802
      Operating Company.
803
804
      1:04:59
805
      Good morning, Mr.
806
807
808
      1:05:00
      Examiner.
809
810
811
      1:05:01
      Carrie Hatley entering her appearance on behalf of COG Operating, Concho Oil and Gas,
812
      Marathon Oil, Permian and Mongoose Minerals, monitoring only.
813
814
      1:05:08
815
      Thank you.
816
817
      1:05:10
818
      Good morning.
819
820
      1:05:10
821
```

Mr.

```
823
824
      1:05:10
      Hearing Examiner Paula Vance with the Santa Fe office of Holland and Hart on behalf of
825
      Matador.
826
827
      1:05:15
828
      And we are just monitoring as well.
829
830
      1:05:18
831
      Perfect.
832
833
834
      1:05:18
      Thank you.
835
836
      1:05:19
837
      Mr.
838
839
840
      1:05:19
      Bruce.
841
842
      1:05:20
843
      Mr.
844
845
      1:05:21
846
      Jim Bruce representing Pride Energy Company, your position just monitoring.
847
848
      1:05:29
849
      Thank you.
850
851
852
      1:05:30
      OK, Mr.
853
854
      1:05:31
855
856
      Savage.
857
      1:05:31
858
      OK, thank you.
859
860
861
      This case also was heard on September 11th and there was a issue with the publication notice
862
      which need to be curious.
863
864
      1:05:40
865
      We continued it to today.
866
```

```
867
       1:05:42
868
       There was a couple of things that Mister McClure asked the amended in the hearing packet
869
       and one was the vertical extent of the formation to be pooled.
870
871
       1:05:52
872
       And we also included record title owners in in the pulling list because we wanted to account
873
       for the interest of the record title owner.
874
875
       1:06:02
876
       So so we did a revised hearing packet.
877
878
       1:06:05
879
       We asked that the hearing packet be admitted into the record without exception.
880
881
       1:06:11
882
       Mr.
883
884
       1:06:11
885
       McClure.
886
887
       1:06:13
888
889
      No question for this case.
890
       1:06:14
891
       Mr.
892
893
       1:06:14
894
       Harry and Salmoner, this case is taken under advisement.
895
896
       1:06:16
897
       We're off the record.
898
899
       1:06:17
900
901
      Let's move on to Devon Energy.
902
       1:06:22
903
       Good morning.
904
905
       1:06:22
906
907
      Excuse me.
908
       1:06:23
909
```

I haven't.

```
911
912
      1:06:23
913
      Oh, excuse me.
914
      1:06:24
915
916
      I haven't listed the cases yet.
917
      1:06:26
918
919
      255-712-5601 entries, please.
920
      1:06:31
921
922
      Thank you.
923
      1:06:32
924
      Good morning.
925
926
      1:06:32
927
928
      Darren Savage with Abby and Shell.
929
      1:06:34
930
      On behalf of Divin Energy Protection Company, Thank you.
931
932
933
      1:06:38
934
      Good morning, Mr.
935
      1:06:39
936
      Hearing Examiner, Paula Vance with the Santa Fe office of Holland and Heart.
937
938
939
      1:06:42
      On behalf of matador.
940
941
942
      1:06:44
      And we are just monitoring.
943
944
      1:06:46
945
      Thank you, Miss Vance.
946
947
      1:06:47
948
      Mr.
949
950
      1:06:48
951
952
      Savage, do you know if EOG objects to accusation?
953
```

1:06:52

```
I, I, I believe they're just monitoring and and you know, I, I believe once Kessler has made a
955
       written entry of appearance that she typically goes by that.
956
957
       1:07:00
958
       Perfect.
959
960
961
       1:07:01
       Thank you.
962
963
       1:07:03
964
       Go ahead.
965
966
       1:07:03
967
       OK, so I again this this these cases, I had a issue with the publication notice and so we
968
       continue them to today.
969
970
       1:07:11
971
       There are a number of items that the Mr.
972
973
       1:07:14
974
       McClure asked to to amend in the hearing packet and we submitted the revised hearing
975
       packets for that purpose for the two hearing packets and we move that the that the request
976
       that the division admit these into the record.
977
978
       1:07:31
979
       Thank you.
980
981
982
       1:07:32
       Without exception, Mr.
983
984
       1:07:34
985
       McClure.
986
987
       1:07:35
988
989
      No questions.
990
       1:07:36
991
       Missionary Examiner.
992
993
994
       1:07:37
      Perfect.
995
996
997
       1:07:37
```

We're off the record in these cases.

```
999
1000
       1:07:39
       They're taken under advisement.
1001
1002
       1:07:40
1003
1004
       Thank you.
1005
1006
       1:07:41
1007
       Let's move on to #28 On our docket.
1008
1009
       1:07:43
1010
       This is 25573.
1011
1012
       1:07:47
1013
       Mr.
1014
       1:07:47
1015
1016
       Examiner.
1017
       1:07:48
1018
1019
       Jim Bruce, representing Newburn Oil Company and I have not received any entry of
       appearance from anyone else.
1020
1021
       1:07:55
1022
1023
       Thank you.
1024
       1:07:56
1025
       Did you file exhibits?
1026
1027
1028
       1:08:00
       Yes, I did, Mr.
1029
1030
1031
       1:08:01
       Examiner.
1032
1033
1034
       1:08:02
       I, I filed them when the original hearing, I, I forget back in early September, but it, the matter
1035
1036
       was continued.
1037
1038
       1:08:13
       And then yesterday afternoon, I, which I will explain, I did file some updated exhibits,
1039
1040
       primarily because I didn't receive any notice exhibits, and I mean any notice materials back
```

from the post office or the newspaper until about a week and a half ago.

```
1042
1043
       1:08:33
        So that was the main reason why I filed A supplemental package of exhibits.
1044
1045
        1:08:39
1046
1047
       OK.
1048
1049
       1:08:40
1050
       So Mr.
1051
1052
       1:08:41
1053
        McClure, was this your case when it was first heard?
1054
        1:08:46
1055
       Yes.
1056
1057
       1:08:47
1058
1059
        We never really heard it yet, but it was kind of on my list, I guess.
1060
        1:08:52
1061
        Oh, OK, We hadn't heard it yet.
1062
1063
1064
       1:08:54
1065
       OK.
1066
       1:08:56
1067
1068
       How do you want to proceed?
1069
1070
        1:09:00
1071
        Well, there's going to be some additional amendments that I'm going to request that Mister
1072
        Bruce makes.
1073
1074
        1:09:06
        So I would I would like to hear it even regardless of the late filing, if we may Perfect, Mr.
1075
1076
1077
        1:09:13
1078
       Bruce.
1079
       1:09:13
1080
1081
       Go ahead, Mr.
1082
1083
       1:09:16
```

Examiner.

```
1085
        1:09:16
1086
        In this case, Newburn seeks to force pool the South half S half, sections 8 and 922 S 27 E for
1087
        purposes of drilling two of its Sandlot Bone Spring wells.
1088
1089
        1:09:32
1090
        The exhibit package contains the usual.
1091
1092
1093
        1:09:34
1094
        Exhibit A is the pooling checklist.
1095
1096
        1:09:38
        Exhibit B is the affidavit of the land man.
1097
1098
1099
        1:09:43
        There was a change from the original.
1100
1101
1102
        1:09:46
        Exhibit 2B originally did not contain a list of all the working interest owners, but the current
1103
        Exhibit 2B in the first revised edition of exhibits does contain a list of all interest owners,
1104
1105
        including those being pooled.
1106
1107
        1:10:06
        Exhibit 3A, or excuse me, Exhibit C, is the geologist affidavit containing usual materials.
1108
1109
        1:10:15
1110
1111
        Exhibit 4 is my certified mailing affidavit, although I had originally included just the letter
        and the certified white cards because I had not received any mailings back from anybody
1112
        within the past week and a half.
1113
1114
        1:10:33
1115
1116
       I did receive 1 green card and one returned envelope undelivered, and I included those.
1117
        1:10:41
1118
        Exhibit 5 is the affidavit of publication that was published in late August, so it's timely.
1119
1120
        1:10:49
1121
1122
        I did not receive the affidavit itself until a week and a half ago, and that is included in the
        revised exhibit package.
1123
1124
1125
        1:11:00
        And Exhibit 6 is simply the application and proposed notice.
1126
1127
1128
        1:11:04
```

So with that, I'd open it up to Mr.

```
1130
1131
       1:11:07
       McClure.
1132
1133
       1:11:10
1134
       So do you want anything to be admitted into evidence, Mr.
1135
1136
       1:11:13
1137
       Bruce?
1138
1139
       1:11:15
1140
1141
       Yes, Sir.
1142
       1:11:17
1143
       OK, All right.
1144
1145
       1:11:19
1146
       There are no other parties that I know of.
1147
1148
1149
       1:11:21
       So these exhibits, as they stand now, are admitted into evidence, including the late filed
1150
       amended exhibits that were submitted yesterday.
1151
1152
1153
       1:11:32
       Mr.
1154
1155
       1:11:33
1156
       McClure.
1157
1158
1159
       1:11:34
       Mr.
1160
1161
       1:11:34
1162
       Hangs them.
1163
1164
1165
       1:11:35
       And I do have questions for the land man in this case.
1166
1167
       1:11:37
1168
1169
       OK, Mr.
1170
1171
       1:11:38
```

Bruce, your land man, Carson Cullen.

```
1173
       1:11:49
1174
       OK, I see you.
1175
1176
1177
       1:11:50
1178
       Mr.
1179
       1:11:50
1180
       Cullen.
1181
1182
       1:11:50
1183
       Would you raise your right hand?
1184
1185
       1:11:54
1186
       Do you swear or affirm under penalty of perjury that the testimony you're about to give is the
1187
       truth?
1188
1189
1190
       1:11:58
1191
       The whole truth?
1192
1193
       1:11:58
1194
       Nothing but the truth.
1195
       1:12:00
1196
       I do.
1197
1198
1199
       1:12:01
       OK, great.
1200
1201
1202
       1:12:01
       Well, you can put your hand down now.
1203
1204
       1:12:03
1205
       Can you spell your name?
1206
1207
1208
       1:12:05
       Carson.
1209
1210
       1:12:06
1211
1212
       Carson Cullen.
1213
       1:12:08
1214
       Cullen.
1215
```

```
1216
1217
       1:12:10
       And have you been previously qualified as an expert for this division?
1218
1219
       1:12:15
1220
1221
       Yes, Sir.
1222
1223
       1:12:16
1224
       In what field?
1225
1226
       1:12:17
       Petroleum land man.
1227
1228
       1:12:19
1229
       OK, perfect.
1230
1231
       1:12:19
1232
1233
       Mr.
1234
       1:12:19
1235
       McClure.
1236
1237
       1:12:21
1238
1239
       Oh, thank you, Mr.
1240
       1:12:21
1241
       Hearing Examiner.
1242
1243
1244
       1:12:23
1245
       Mr.
1246
1247
       1:12:23
       Collin, if I can direct your attention to your statement, it's on page 6 of 35 of the amended
1248
       exhibit packet.
1249
1250
       1:12:35
1251
1252
       OK.
1253
1254
       1:12:37
1255
       I'm specifically looking at your paragraph four there where you reference there are no death
       severances in the Wolf Camp formation.
1256
1257
       1:12:43
1258
```

Do you see where I'm referring to?

```
1260
1261
       1:12:45
       Yes, Sir.
1262
1263
       1:12:47
1264
1265
       Is that a typo and you meant to say Bone Spring there?
1266
       1:12:51
1267
       Yes, Sir.
1268
1269
1270
       1:12:53
1271
       OK.
1272
        1:12:53
1273
        So is it accurate to say there are no depth severances within the Bone Spring formation?
1274
1275
       1:12:57
1276
1277
       That is correct.
1278
1279
       1:12:59
       OK.
1280
1281
1282
       1:12:59
1283
       If I were to ask you to amend your statement to correct the typo, you understand what I'm
        asking for?
1284
1285
       1:13:08
1286
       Yes, Sir.
1287
1288
1289
       1:13:10
       OK.
1290
1291
1292
       1:13:11
       If I can direct your attention to Exhibit 2B, it was page 13.
1293
1294
1295
        1:13:19
       Let me see what the new page is.
1296
1297
1298
       1:13:33
1299
       I mean, I guess it's kind of page 14 now.
1300
1301
       1:13:35
```

I guess it's Exhibit C maybe is where I'm kind of looking at.

```
1303
       1:13:40
1304
        Are you with me, Mr.
1305
1306
        1:13:41
1307
1308
       Collin?
1309
       1:13:41
1310
        You're are the tract ownership exhibit?
1311
1312
        1:13:47
1313
1314
        Yes, that's correct on here.
1315
        1:13:50
1316
        It almost appears that we're only identifying a single track, is that correct?
1317
1318
        1:13:58
1319
1320
        This is going to be the proration unit that covers the South half S half of both sections.
1321
        1:14:07
1322
       OK.
1323
1324
        1:14:08
1325
1326
        So is there another track breakout somewhere in the exhibit then I guess you're asking me for
        individual ownership for that shows leasehold ownership for each one of these companies?
1327
1328
        1:14:24
1329
       No, let me re ask my question.
1330
1331
1332
       1:14:30
       Is there?
1333
1334
        1:14:31
1335
        Well, let me ask the identifying question, is the interest identical across the entirety of the
1336
1337
       proposed unit?
1338
        1:14:43
1339
1340
       No, it's not OK.
1341
        1:14:46
1342
        Do you have anywhere in the exhibits where the separate set of ownership is depicted as in
1343
        particular tracks within that proration unit?
1344
1345
        1:15:07
1346
```

Hesitating a little bit to answer questions, but my question is yes.

1348 1:15:12 1349 Is there any where you show the individual tracks within the unit? 1350 1351 1352 1:15:18 1353 Not in these exhibits, no, Sir. 1354 1:15:22 1355 All the parties that are listed here that we are not pulling have signed the JOA and are 1356 participating in these wells. 1357 1358 1359 1:15:37 If I were to ask you to provide me with that track map with the different ownership broke out, 1360 do you understand what I'm asking for? 1361 1362 1:15:48 1363 I do based on this exhibit packet or this current breakout, is it accurate to say that newborn 1364 understands that it needs to provide us with a full list of everyone, including the people that 1365 have committed to the unit? 1366 1367 1368 1:16:19 OK, so yeah, that's that's that must be the misunderstanding because all the people that aren't 1369 aren't highlighted on page 14 of the exhibit package are are those owners. 1370 1371 1:16:35 1372 Is it accurate to say that in the initial, initial exhibit packet newborn had had it listed 97% 1373 interest, something along those lines? 1374 1375 1:16:45 1376 I, I had folded everyone underneath our ownership into us as having signed the Jon being not 1377 a pool party, correct. 1378 1379 1380 1:16:56 And you understand that the division needs to see a total breakout similar to what you have in 1381 1382 this exhibit C, is that correct? 1383 1384 I've, I've realized that those requests have changed over the past few months. 1385 1386 1:17:10 1387 1388 Yes, Sir. 1389 1:17:39 1390

1391

Thank you, Mr.

```
1392
1393
       1:17:40
       Collin.
1394
1395
       1:17:41
1396
1397
       Mr.
1398
1399
       1:17:41
       Hearing Examiner, I have no further questions, but I do have a request for Mr.
1400
1401
       1:17:45
1402
1403
       Bruce.
1404
       1:17:46
1405
       OK, go ahead.
1406
1407
       1:17:48
1408
1409
       Mr.
1410
1411
       1:17:49
       Bruce, on your C pack, we have an incorrect pool listed.
1412
1413
       1:17:55
1414
       Do you have a pen and paper handy where I could give you that correct pool?
1415
1416
       1:18:01
1417
       I sure do.
1418
1419
1420
       1:18:02
1421
       Thank you.
1422
1423
       1:18:03
1424
       Yes, Sir.
1425
       1:18:04
1426
1427
       The correct pool is, I'm probably going to mispronounce it, but it's Pool Cold 97755, and
       that's Esperanzo or Esperanza Bone Spring.
1428
1429
       1:18:22
1430
1431
       OK.
1432
1433
       1:18:23
```

Thank you.

```
1435
1436
       1:18:25
       Yeah, Thank you, Mr.
1437
1438
1439
       1:18:26
1440
       Bruce.
1441
       1:18:27
1442
       And then you caught the everything that we needed amended, did you?
1443
1444
       1:18:31
1445
1446
       Yes.
1447
1448
       1:18:32
       Yes.
1449
1450
       1:18:32
1451
       We'll take care of that.
1452
1453
1454
       1:18:37
       OK Mr.
1455
1456
       1:18:37
1457
1458
       Bruce, thank you.
1459
       1:18:39
1460
       So Mr.
1461
1462
1463
       1:18:40
1464
       Bruce, when do you want to continue this case?
1465
1466
       1:18:46
       Well, as soon, as soon as possible, Sir, since it was, you know, set to be heard September
1467
       11th.
1468
1469
1470
       1:18:55
       So, OK, Freya, can we put this?
1471
1472
       1:18:58
1473
1474
       I know October 9 is over prescribed as it is, but can we put this on October 9?
1475
       1:19:04
1476
```

Yes.

```
1478
1479
       1:19:05
       All right.
1480
1481
       1:19:06
1482
1483
       Mr.
1484
       1:19:06
1485
       Bruce, please continue this case to the October 9 docket.
1486
1487
1488
       1:19:11
       Will do.
1489
1490
       1:19:12
1491
       Thank you.
1492
1493
       1:19:13
1494
       All right, you're welcome.
1495
1496
1497
       1:19:14
       We're off the record.
1498
1499
       1:19:15
1500
1501
       And last but not least, Matador production 2558-O.
1502
       1:19:21
1503
       Good morning, Mr.
1504
1505
1506
       1:19:21
1507
       Hearing Examiner Paula Vance with the Santa Fe Office of Holland and Heart.
1508
1509
       1:19:25
       On behalf of the applicant Matador, Thank you.
1510
1511
       1:19:29
1512
1513
       Good morning.
1514
1515
       1:19:30
       Mr.
1516
1517
       1:19:30
1518
1519
       Examiner, Carrie Hatley entering her appearance on behalf of Marathon Oil Permian.
```

```
1520
       1:19:34
1521
       Just monitoring Miss Vance.
1522
1523
       1:19:38
1524
1525
       Yes.
1526
       1:19:38
1527
       So in this case, we just filed A revised hearing packet because Matador moved its surface
1528
       hole location and we wanted to make sure that that was accurately reflected in the C pack and
1529
       then the updated C1O2.
1530
1531
       1:19:57
1532
       And so that's all that's been updated, although there were two overrides that were removed
1533
1534
       because they no longer required to be pulled.
1535
       1:20:06
1536
       So those were just the little updates that were made to the hearing packet.
1537
1538
       1:20:10
1539
1540
       Other than that, I would ask that the exhibits and sub exhibits be admitted into the record and
       that this case be taken under advisement.
1541
1542
       1:20:18
1543
       And I did present this case at the 9/11 hearing.
1544
1545
1546
       1:20:21
       So that was just the one piece missing.
1547
1548
       1:20:24
1549
       Perfect.
1550
1551
1552
       1:20:25
       Thank you, Miss Vance.
1553
1554
1555
       1:20:25
       Without exception, Mr.
1556
1557
1558
       1:20:27
       McClure, no questions.
1559
1560
       1:20:29
1561
```

Miss Herring Salmoner, this case is taken under advisement.

1563 1564 1565	1:20:32 We're off the record in this case and that concludes our docket for today.
1566 1567 1568	1:20:37 So thank you.