

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:

AMENDED APPLICATION OF LOGOS OPERATING, CASE NO. 16105  
LLC FOR APPROVAL OF A NONSTANDARD PROJECT  
AREA AND NONSTANDARD SPACING UNIT  
COMPRISED OF ACREAGE SUBJECT TO A  
PROPOSED FEDERAL/STATE OF NEW MEXICO  
COMMUNITIZATION AGREEMENT, SAN JUAN  
COUNTY, NEW MEXICO.

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

May 17, 2018

Santa Fe, New Mexico

BEFORE: SCOTT DAWSON, CHIEF EXAMINER  
MICHAEL McMILLAN, TECHNICAL EXAMINER  
DAVID K. BROOKS, LEGAL EXAMINER

This matter came on for hearing before the  
New Mexico Oil Conservation Division, Scott Dawson,  
Chief Examiner, Michael McMillan, Technical Examiner,  
and David K. Brooks, Legal Examiner, on Thursday,  
May 17, 2018, at the New Mexico Energy, Minerals and  
Natural Resources Department, Wendell Chino Building,  
1220 South St. Francis Drive, Porter Hall, Room 102,  
Santa Fe, New Mexico.

REPORTED BY: Mary C. Hankins, CCR, RPR  
New Mexico CCR #20  
Paul Baca Professional Court Reporters  
500 4th Street, Northwest, Suite 105  
Albuquerque, New Mexico 87102  
(505) 843-9241

1 APPEARANCES  
 2 FOR APPLICANT LOGOS OPERATING, LLC:  
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| 21 | EXHIBITS OFFERED AND ADMITTED                      |   |
| 22 | LOGOS Operating, LLC Exhibit Numbers 3A, 7A and 9A | 4 |

1 (8:31 a.m.)

2 EXAMINER DAWSON: Now go to case number 43.

3 This is Case Number 16105, and it's an amended  
4 application of LOGOS Operating, LLC for approval of a  
5 nonstandard project area and nonstandard spacing unit  
6 comprised of acreage subject to a proposed Federal/State  
7 of New Mexico communitization agreement in San Juan  
8 County, New Mexico.

9 Please call for appearances.

10 MR. HALL: Mr. Examiner, Scott Hall,  
11 Montgomery & Andrews, Santa Fe, on behalf of LOGOS  
12 Operating, LLC.

13 EXAMINER DAWSON: Anyone else?

14 MS. BROGGI: And Julia Broggi on behalf of  
15 Hilcorp Energy Company.

16 EXAMINER DAWSON: Okay. Go ahead,  
17 Mr. Hall.

18 MR. HALL: This case was continued to this  
19 date so that the Division's docket could reflect the  
20 advertisement for the amended application. And at the  
21 conclusion of the last hearing, we were asked to provide  
22 some supplemental exhibits, and so what I would like to  
23 do is introduce Exhibits 3A, 7A and 9A. And I can  
24 represent to the Examiner that these exhibits were  
25 prepared under the direction and control of the land and

1     engineering witnesses who testified two weeks ago.

2                   EXAMINER DAWSON:    Okay.

3                   MR. HALL:    That's all I have.   We move  
4     their admission.

5                   EXAMINER DAWSON:   No objection to the  
6     admission of these exhibits?

7                   MS. BROGGI:   No objection.

8                   EXAMINER DAWSON:   Okay.   So the  
9     supplemental exhibits with Case Number 16105, Exhibit  
10    Numbers 3A, 7A, 9A, those will be admitted to the record  
11    at this time.

12                   (LOGOS Operating, LLC Exhibit Numbers 3A,  
13                   7A and 9A are offered and admitted into  
14                   evidence.)

15                   MR. HALL:    And I'll just advise you that  
16    there were four additional wells -- four out of five  
17    additional wells in the communitized area.   Three of  
18    them are underway.   They have surface casing set.   One  
19    of them has an intermediate rig moving on it today, so  
20    we're proceeding apace, just so you know.

21                   EXAMINER McMILLAN:   You've got to realize  
22    when we have an 85 -- or a 40-case docket, we're working  
23    on it as fast as we can.   And the Division appreciates  
24    you submitting all of those exhibits early.   It's  
25    something -- we're just -- when we have so many cases

1 and we are working on it, especially since -- we  
2 appreciate Hilcorp's willingness to work with everybody  
3 in the case.

4 MR. HALL: All right. We request the case  
5 be taken under advisement.

6 EXAMINER DAWSON: Okay. Case Number 16105  
7 will be taken under advisement at this time.

8 No objections?

9 MR. FELDEWERT: Oh. No objections. Sorry.

10 EXAMINER DAWSON: Case Number 16105 will be  
11 taken under advisement at this time. Thank you.

12 (Case Number 16105 concludes, 8:35 a.m.)

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1 STATE OF NEW MEXICO  
2 COUNTY OF BERNALILLO

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4 CERTIFICATE OF COURT REPORTER

5 I, MARY C. HANKINS, Certified Court  
6 Reporter, New Mexico Certified Court Reporter No. 20,  
7 and Registered Professional Reporter, do hereby certify  
8 that I reported the foregoing proceedings in  
9 stenographic shorthand and that the foregoing pages are  
10 a true and correct transcript of those proceedings that  
11 were reduced to printed form by me to the best of my  
12 ability.

13 I FURTHER CERTIFY that the Reporter's  
14 Record of the proceedings truly and accurately reflects  
15 the exhibits, if any, offered by the respective parties.

16 I FURTHER CERTIFY that I am neither  
17 employed by nor related to any of the parties or  
18 attorneys in this case and that I have no interest in  
19 the final disposition of this case.

20 DATED THIS 19th day of June 2018.

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23 MARY C. HANKINS, CCR, RPR  
24 Certified Court Reporter  
25 New Mexico CCR No. 20  
Date of CCR Expiration: 12/31/2018  
Paul Baca Professional Court Reporters