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

REPORTER'S TRANSCRIPT OF PROCEEDINGS

PRE-HEARING TRANSCRIPT

August 9, 2018

Santa Fe, New Mexico

BEFORE: SCOTT DAWSON, CHIEF EXAMINER LEONARD LOWE, TECHNICAL EXAMINER DAVID K. BROOKS, LEGAL EXAMINER

This matter came on for hearing before the New Mexico Oil Conservation Division, Scott Dawson, Chief Examiner, Leonard Lowe, Technical Examiner, and David K. Brooks, Legal Examiner, on Thursday, August 9, 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

Page 2 1 (8:21 a.m.) 2 EXAMINER DAWSON: Good morning, everyone. My name is Scott Dawson. I'm the lead examiner today. 3 To my right is Leonard Lowe. He's an 4 5 examiner in the petroleum Engineering Bureau. To my left is David Brooks, counsel to the 6 7 Division. 8 It's Docket Number 32-18 today. It's about 9 8:23 a.m. on August 9th. We're at 1220 South Saint Francis, in Porter Hall. 10 11 And at this moment, I'll go through the 12 continuances and the dismissals on the list. 13 Going to page 2 of 19, Case Number 16309 is dismissed. Case number three, which is Number 16342, is 14 continued to 8/23/18. Number seven, Case Number 16344, 15 16 is continued to 9/6/18. Case number eight, 16345, is continued 9/6/18. Case number ten, 16347, is continued 17 18 to 9/6/18. Case Number 16348 is continued to 9/6/18. 19 Case number 12, 16349, is continued to 9/6/18. Case 13, 20 16313, is continued to 8/23/18. Going to page 6 of 19, number 23, 16354, is 21 22 continued to 8/23/18. 24, Case Number 16355, is continued to 8/23/18. 23 24 Page 7 of 19, number 25, 16041, is 25 continued 9/6/18. Number 26, Case 16356, is dismissed.

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1 Number 27, 16357 is dismissed.

Going to page 8 of 19, number 31, 16304 is 2 continued to 9/6/18. Number 32, 16305, and number 33, 3 16221, are both continued to 9/6 -- I'm sorry. 32, Case 4 Number 16305, is continued to 9/6/18. Case number 33, 5 б 16221, is continued to 9/20/18. 7 Going to page 9 of 19, Case Number 16183, 8 34 on the list, is continued to 9/20/18. Number 35, Case 16184, is continued to 9/20/18. 36, Case Number 9 16231, is continued to 9/6/18. 10 Going to page 11 of 19, number 40 on the 11 list, 16251, is dismissed. 41, 16252, is continued to 12 9/6/18. 42, Case 16253, continued to 9/6/18. 43, Case 13 Number 16254, is continued to 9/6/18. 14 Going to page 12 of 19, number 44, 16255, 15 16 9/6/18, continued. 17 Number 45, 16258, is continued to a special docket. So 45, 46, 47 and 48, which are Case Numbers 18 19 16258, 16259, 16260, 16261, those are all continued to a 20 special docket on 9/11/18. Going to page 13 of 19, number 49, 16310, 21 22 is continued to 9/6/18. Number 50, 16311, is continued 23 to 9/6/18. 51, Case Number 16163, is continued to 9/6/18. 52, 16164, is continued to 9/6/18. 24 25 On page 14 of 19, Case Number 53, 16321,

Page 4 continued to 9/20/18. 54, 16322, continued to 9/20/18. 1 Number 55, Case 16323, is continued to 9/20/18. 2 3 On page 15 of 19, number 56, Case Number 16232, is continued to 9/20/18. Number 57, Case 16233, 4 is continued to 9/20/18. 5 Going to page 17 of 19, number 67 on the 6 7 list, 16214, is continued to 9/6/18. 8 And that's all the dismissals and 9 continuances I have. 10 Does anyone else have any further cases 11 that were continued or dismissed? 12 MR. HERRMANN: Mr. Examiner, Keith Herrmann representing Compliance and Enforcement Bureau of the 13 Oil Conservation Division. 14 I just want to confirm, on page 7 of the 15 16 docket, case number 25, Case Number 16041, is continued to September 6. 17 18 EXAMINER DAWSON: Yes. I said that, didn't 19 I? 20 MR. HERRMANN: Oh, I'm sorry. I didn't 21 hear. 22 And then the next two cases are dismissed, 16356 and 16357. 23 24 EXAMINER DAWSON: Yes. I said that. 25 MR. HERRMANN: Thank you.

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1		EXAMINER DAWSON: Thank you.
2		So at this point, we'll continue with
3	Mr. Herrmann,	and we'll go to the last case on the
4	docket.	
5		(The pre-hearing proceedings conclude,
6		8:27 a.m.)
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Page 6 1 STATE OF NEW MEXICO 2 COUNTY OF BERNALILLO 3 CERTIFICATE OF COURT REPORTER 4 5 I, MARY C. HANKINS, Certified Court Reporter, New Mexico Certified Court Reporter No. 20, 6 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 a true and correct transcript of those proceedings that 10 were reduced to printed form by me to the best of my 11 12 ability. 13 I FURTHER CERTIFY that the Reporter's Record of the proceedings truly and accurately reflects 14 the exhibits, if any, offered by the respective parties. 15 16 I FURTHER CERTIFY that I am neither employed by nor related to any of the parties or 17 18 attorneys in this case and that I have no interest in 19 the final disposition of this case. 20 DATED THIS 16th day of August 2018. 21 22 MARY C. HANKINS, CCR, RPR 23 Certified Court Reporter New Mexico CCR No. 20 Date of CCR Expiration: 12/31/2018 24 Paul Baca Professional Court Reporters 25