Page 1

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

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

PRE-HEARING TRANSCRIPT

June 13, 2019

Santa Fe, New Mexico

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

This matter came on for hearing before the New Mexico Oil Conservation Division, Scott Dawson, Chief Examiner, and David K. Brooks, Legal Examiner, on Thursday, June 13, 2019, 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 (8:17 a.m.) 2 EXAMINER DAWSON: Good morning, ladies and gentlemen. Today is June 13th, 2019. We are here in 3 Porter Hall, 1220 South Saint Francis, in the Wendell 4 5 Chino Building. б My name is Scott Dawson. I'm the examiner 7 today. To my right is David Brooks. He's our attorney. 8 Marlene Salvidrez also works for OCD, and Marilyn 9 Gruebel is over here to our right. Today we're going over Docket 20-19, and 10 here in the beginning, we'll go over the continuances 11 and dismissals. 12 13 And going down the list: Number one's continued; two, dismissed; three, continued; four, 14 continued; five, continued; six, continued; seven, 15 16 continued; eight, continued. 17 Second page: 22, continued; 23, continued. 24, 25, 26, 27, 28 and 29, all those are continued. 18 19 Page 3 of 6: 42, 43 and 44 are continued. 20 47 and 48 are continued. Going down to page 5 of 6: 83, 84, 85, 86, 21 87, 88, 89, 90 and 91 are continued. 97 is dismissed. 22 23 Page 6 of 6: 101 and 102 are both 24 continued. 25 Are there any other continuances or

Page 3 dismissals that I might have missed that anybody has? 1 MR. DeBRINE: Mr. Examiner, Earl DeBrine 2 with the Modrall Sperling firm. 3 Case Number 20560, number 80 on the docket, 4 5 Cimarex Energy, the Parkway case is continued. 6 EXAMINER DAWSON: Continued. Okay. 7 Is that it? 8 Mr. Bruce. 9 MR. BRUCE: Yeah, just one thing. On the first page, cases nine through 13, the Mewbourne Oil 10 11 Company cases are mine. I've also got the last two of 12 the day. Could I just have those five moved to the end 13 of the day so I do them all at one time? EXAMINER DAWSON: Okay. So nine through 14 13, end of day? 15 16 MR. BRUCE: End of the day, yeah. 17 EXAMINER DAWSON: And you said the last two 18 were yours, too? 19 MR. BRUCE: Yeah. On page 6, those last 20 two, so I'll do them all at the same time. 21 EXAMINER DAWSON: Okay. So is that it for 22 continuances and dismissals that everybody has? Any 23 more? 24 (The prehearing proceedings conclude, 8:19 25 a.m.)

Page 4 (10:30 a.m.) 1 2 EXAMINER DAWSON: Next case, 20337. It's application of COG Operating, LLC for compulsory 3 pooling, Eddy County, New Mexico. 4 5 Call for appearances. MS. LUCK: Kaitlyn Luck with the Santa Fe 6 7 office of Holland & Hart. 8 And in this case, COG has requested that 9 the Division reset this case for the July 11th docket, as it is a new case, and we had submitted that request 10 11 to Hearing Examiner Warnell earlier this week. 12 EXAMINER DAWSON: Okay. July 11th. July 11th, isn't that for the new cases? 13 EXAMINER BROOKS: It is. That's the 14 general policy that the deputy has set. I don't know 15 16 that Mr. Warnell has discretion to make exceptions to that -- that policy, but he's not here. 17 18 MS. LUCK: And if the case may be continued 19 to July 11th, but when it's called at that time and then 20 continued additionally to the July 25th docket, if that would be acceptable to the Division. 21 22 EXAMINER BROOKS: Have you given notices for the July 11th docket? 23 24 MS. LUCK: We intend to provide notice for 25 that hearing, and so that's why we're asking that it be

1 continued to that date.

2 EXAMINER BROOKS: Well, actually, I believe, unlike the normal situation, that you do have 3 time to give 20 days' notice still. 4 MS. LUCK: Correct, Mr. Brooks. And that's 5 why we're asking this case be continued to the next 6 7 available new case docket because it is a new case. 8 EXAMINER BROOKS: Yes. And you would need 9 that because the Division is also required to give 20-day notice. And for the purpose of this segregation 10 of cases into original and continued, the Division 11 12 doesn't have to give notice for the cases that were set on the later docket. So I guess -- my thought would be 13 that it makes sense conforming to the policy to grant 14 the request at sometime. I don't have the authority to 15 16 do that. So I'm just -- I'm not giving legal advice because there is no rule on the subject. 17 18 MS. LUCK: Thank you, Mr. Hearing Examiner. 19 We would just ask that it be continued to that date and 20 then ask to be reconsidered at that hearing. We would ask it be called on July 11th, and then it may be 21 22 continued later. 23 EXAMINER BROOKS: Seems reasonable. 24 EXAMINER DAWSON: Okay. That seems 25 reasonable. We'll continue it to July 11th, and if it

	Page 6
1	needs to be further continued, we will continue it at
2	that time.
3	MS. LUCK: Thank you, Mr. Hearing
4	Examiners.
5	EXAMINER DAWSON: Thank you very much.
6	(The proceedings conclude, 10:33 a.m.)
7	
8	
9	
10	
11	
12	
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	

Page 7 1 STATE OF NEW MEXICO 2 COUNTY OF BERNALILLO 3 CERTIFICATE OF COURT REPORTER 4 5 I, MARY C. HANKINS, Certified Court б 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 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. DATED THIS 30th of June 2019. 20 21 22 MARY C. HANKINS, CCR, RPR 23 Certified Court Reporter New Mexico CCR No. 20 Date of CCR Expiration: 12/31/2019 24 Paul Baca Professional Court Reporters 25