Page 1

## 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: 21185-21188

APPLICATION OF COLGATE OPERATING LLC FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

April 30, 2020

SANTA FE, NEW MEXICO

This matter came on for hearing before the New Mexico Oil Conservation Division, EXAMINERS FELICIA ORTH, LEONARD LOWE, KATHLEEN MURPHY, DYLAN COSS and SCOTT COX on Thursday, April 30, 2020 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: Irene Delgado, NMCCR 253

PAUL BACA PROFESSIONAL COURT REPORTERS

500 Fourth Street, NW, Suite 105

Albuquerque, NM 87102

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		Page 2
1	APPEARANCES	
2	For the Applicant:	
3	LANCE HOUGH	
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8		
9	INDEX	
10	CASE CALLED	
11	SUMMARY OF CASE AND EXHIBITS	03
12	TAKEN UNDER ADVISEMENT	05
13	REPORTER CERTIFICATE	06
14		
15	EXHIBIT INDEX	
16		Admitted
17	All Exhibits and Attachments	05
18		
19		
20		
21		
22		
23		
24		
25		

Page 3

1 HEARING EXAMINER ORTH: We will move then to four

- 2 matters, all of them, the applicant is Colgate Operating,
- 3 and all relate to a well named Black Diamond. This is
- 4 21185, 21186, 21187 and 21188, applicant is Colgate
- 5 Operating, they are all compulsory pooling matters. Is
- 6 someone from Modrall Sperling here? Is that you, Mr. Hough?
- 7 MR. HOUGH: Yes. Good morning, Madam Examiner.
- 8 Lance Hough on behalf of the applicant, Colgate Operating
- 9 LLC. I would like to present the four cases together
- 10 consolidated and by affidavit and --
- 11 HEARING EXAMINER ORTH: Yes, thank you. Let me
- 12 pause to ask if there are any other appearances this
- 13 morning.
- 14 (No response.)
- 15 HEARING EXAMINER ORTH: No? -- Mr. Hough.
- 16 MR. HOUGH: Thank you. These, as you mentioned,
- 17 are applications for compulsory pooling, each four of the
- 18 units are 240 acres. These are in Section 34 and the E/2 of
- 19 Section 33 in Township 19 South, Range 29 East, and that's
- 20 in Eddy County, New Mexico.
- 21 As provided in the hearing packet, as well as the
- 22 table of contents in the hearing packet, you will find
- 23 behind Exhibit A or Tab A the compulsory pooling checklist,
- 24 one for each application.
- 25 Exhibit B the affidavit of the Mark Hajdik, he is

Page 4

1 the landman involved here, as well as the supporting

- 2 documents as required for a pooling case.
- 3 Exhibit C is the affidavit of Sergio Ojeda, as
- 4 well as the supporting geological exhibits he provided there
- 5 the geologists --
- 6 Exhibit D is the affidavit of myself and
- 7 supporting documents. There are the notice of this hearing
- 8 and a transaction for evidencing the mailing, and of course
- 9 the affidavit of publication behind that, as well as the
- 10 Exhibit Number 3 publication.
- The notice letters and publication were sent out
- 12 timely, over a month and a half ago, drafted March 12 of the
- 13 letters and March 14 for the publication.
- 14 So with that I would request that the Division
- 15 admit the hearing packet, including the exhibits I have
- 16 identified, and I stand for questions.
- 17 HEARING EXAMINER ORTH: All right. Thank you for
- 18 that, Mr. Hough. Mr. Coss, do you have questions?
- 19 EXAMINER COSS: Thank you, Madam Hearing Examiner
- 20 and thank you, Mr. Hough, I do not have any questions at
- 21 this time.
- 22 HEARING EXAMINER ORTH: Thank you. Mr. Cox.
- 23 EXAMINER COX: I have no questions at this time.
- 24 Thank you.
- 25 HEARING EXAMINER ORTH: Thank you, Mr. Hough.

Page 5 The matter packet will be accepted for the four matters, and the matter will be taken under advisement. MR. HOUGH: Thank you, Madam Examiner. (Exhibits admitted.) (Taken under advisement.) 

Page 6 STATE OF NEW MEXICO 2. COUNTY OF BERNALILLO 3 REPORTER'S CERTIFICATE 5 6 I, IRENE DELGADO, New Mexico Certified Court 7 Reporter, CCR 253, do hereby certify that I reported the 8 foregoing proceedings in stenographic shorthand and that the 9 foregoing pages are a true and correct transcript of those 10 proceedings that were reduced to printed form by me to the best of my ability. 11 12 I FURTHER CERTIFY that the Reporter's Record of 13 the proceedings truly and accurately reflects the exhibits, 14 if any, offered by the respective parties. 15 I FURTHER CERTIFY that I am neither employed by nor related to any of the parties of attorneys in this case 16 and that I have no interest in the final disposition of this 17 18 case. Dated this 30th day of April 2020. 19 20 /s/ Irene Delgado 2.1 Irene Delgado, NMCCR 253 License Expires: 12-31-20 22 23 2.4 25