

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:

Application of COG Operating, LLC,
for compulsory pooling, Eddy County,
New Mexico

Case No. 22716

TRANSCRIPT OF PROCEEDINGS

May 5, 2022

EXAMINER HEARING

This matter came on for hearing before the New Mexico Oil Conservation Division, William Brancard, Esq., Hearing Examiner, Dean McClure, Technical Examiner, on May 5th, 2022 via Webex Virtual Conferencing Platform hosted by the New Mexico Energy, Minerals and Natural Resources Department

REPORTED BY: SHANON R. MYERS, CCR, RPR, CRR, RMR, CRC
CCR No. 275
PAUL BACA COURT REPORTERS
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A P P E A R A N C E S

For COG Operating, LLC:

HINKLE SHANOR, LLP
P.O. Box 2068
Santa Fe, NM 87504-2068
(505) 982-4554
dhardy@hinklelawfirm.com

BY: DANA S. HARDY

I N D E X

Case called	3:1
Summary of case and exhibits	3:9
Taken under advisement	5:6
Court Reporter's Certificate	6:1

1 (Time noted as 9:22 a.m.)

2 EXAMINER BRANCARD: I am on now Item 45 on today's
3 worksheet, Case 22716, COG Operating, LLC.

4 MS. HARDY: Morning, Mr. Examiner. Dana Hardy,
5 from Hinkle Shanor, on behalf of COG Operating, LLC.

6 EXAMINER BRANCARD: Thank you. Were there any
7 other persons for Case Number 22716?

8 Hearing none, Ms. Hardy, you may proceed.

9 MS. HARDY: Thank you. COG seeks an order pooling
10 all uncommitted interests in the Wolfcamp formation
11 underlying a 640-acre standard horizontal spacing unit
12 comprised of the E/2 of Sections 18 and 19, Township 24
13 South, Range 28 East, in Eddy County, and proposes to
14 dedicate the unit to the Tomahawk WC Unit 714H, 715H, and
15 716H wells, and this acreage is in the Purple Sage Wolfcamp.
16 Our exhibits include the affidavit of landman Jeffrey Stout
17 and geologist Jessica Pontiff. Mr. Stout's exhibits include
18 the application, C-102s, plat of tracts and ownership
19 interest, sample well proposal and AFEs, and the chronology
20 of contact with the parties. Exhibit A3 to Mr. Stout's
21 affidavit includes the tract ownership information and
22 identifies the pooled parties. We are pooling one unleased
23 mineral interest and one overriding royalty interest.
24 Ms. Pontiff's affidavit and exhibits include a location map,
25 structure map and cross-section. Exhibit C is my office's

1 notice affidavit. We have provided the hearing notice
2 letter, a chart showing the dates on which the letters were
3 sent and the returns were received, and the certified mail
4 receipts. We did send the notices to multiple addresses for
5 these parties and they were received at, at least, one
6 address for each party. We also timely published notice,
7 and the affidavit of publication is provided in Exhibit C4.

8 With that, unless there are questions, I request that
9 the exhibits be admitted into the record and that the case
10 be taken under advisement.

11 EXAMINER BRANCARD: Thank you.

12 Mr. McClure, questions?

13 TECHNICAL EXAMINER McCLURE: No questions here,
14 Mr. Brancard.

15 EXAMINER BRANCARD: Thank you. Ms. Hardy, we
16 appreciate you sending this to multiple addresses. That
17 seemed to have worked in this case.

18 MS. HARDY: It did here, Mr. Examiner.

19 EXAMINER BRANCARD: And so you're doing 320-acre
20 spacing units -- I mean; sorry, 320-acre building blocks.

21 MS. HARDY: That's correct, because it's in the
22 Purple Sage Wolfcamp.

23 EXAMINER BRANCARD: All right. So those would be
24 the E/2 of both of those sections?

25 MS. HARDY: That's correct.

1 EXAMINER BRANCARD: Another thing we appreciate is
2 that when you're doing Purple Sage, you're having your well
3 go in the direction of your building blocks. We don't
4 require that yet, but we may some day.

5 MS. HARDY: That's good to know.

6 EXAMINER BRANCARD: Thank you. All right. Are
7 there any other interested persons, then, for Case 22716?

8 Hearing none, the exhibits will be admitted into the
9 record and Case 22716 will be taken under advisement.

10 MS. HARDY: Thank you.

11 (Proceedings concluded at 9:25 a.m.)

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1 STATE OF NEW MEXICO
2 COUNTY OF BERNALILLO

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REPORTER'S CERTIFICATE

I, SHANON R. MYERS, New Mexico Certified Court Reporter, CCR #275, do hereby certify that I reported the foregoing virtual proceedings in stenographic shorthand and that the foregoing pages are a true and correct transcript of those proceedings to the best of my ability.

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

I FURTHER CERTIFY that the virtual proceeding was of extremely poor to good quality.

Dated this 2nd day of June 2022.

/s/ Shanon R. Myers

SHANON R. MYERS, CCR, RPR, CRR, RMR, CRC
License Expires: 12/31/22