

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
TO POOL ADDITIONAL INTEREST OWNERS
EDDY COUNTY, NEW MEXICO

Case No. 22781

REPORTER'S TRANSCRIPT OF VIRTUAL PROCEEDINGS
EXAMINER HEARING
June 2, 2022
SANTA FE, NEW MEXICO

This matter came on for virtual hearing
before the New Mexico Oil Conservation Division,
HEARING OFFICER WILLIAM BRANCARD and TECHNICAL
HEARING OFFICER JOHN GARCIA on Thursday, June 2,
2022, through the Webex Platform.

Reported by: PAUL BACA COURT REPORTERS
500 4th Street, NW, Suite 105
Albuquerque, New Mexico 87102
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A P P E A R A N C E S

For COG Operating LLC:

HINKLE SHANOR LLP
PO Box 2068
Santa Fe, New Mexico 87504-2068
505-982-4554
BY: DANA HARDY
dhardy@hinklelawfirm.com

I N D E X

	PAGE
CASE CALLED	
HEARING	3
CERTIFICATE OF REPORTER	6

EXHIBITS

NUMBER	PAGE ADMITTED
A	5
B	5

1 HEARING OFFICER BRANCARD: With that, I
2 call Case 22781, COG Operating.

3 MS. HARDY: Dana Hardy with Hinkle Shanor
4 on behalf of COG Operating.

5 HEARING OFFICER BRANCARD: Are there any
6 other interested persons for Case 22781?

7 Hearing none, Ms. Hardy.

8 MS. HARDY: Thank you.

9 COG seeks an order pooling additional
10 uncommitted interest under the terms of Order
11 Number R-22904 which pooled interest in the Coral
12 Canyon Bone Spring South pool underlying a 280-acre
13 standard horizontal spacing unit comprised of the
14 west half of the west half of Section 5 and the west
15 half northwest quarter and northwest quarter of the
16 southwest quarter of Section 8, Township 26 South,
17 Range 29 East in Eddy County.

18 The order dedicated the unit to the
19 Hambone Federal Com 506H well and designated the
20 applicant as operator of the unit and the well.

21 Since the order was entered COG determined
22 that additional uncommitted interest owners should
23 be pooled under the terms of the order.

24 We've provided the affidavit of landman
25 Hunter Hall in support of the application. The

1 tract ownership information is included in
2 Exhibit A3, which also identifies the additional
3 parties who are being pooled. There are only two
4 and they are both locatable. They are Devon and
5 Marathon.

6 The notice information is provided in
7 Exhibit B, and we did receive return receipts from
8 both of those parties.

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

12 Thank you.

13 HEARING OFFICER BRANCARD: Thank you.

14 Mr. Garcia?

15 TECHNICAL HEARING OFFICER GARCIA: No
16 questions.

17 HEARING OFFICER BRANCARD: Yeah. Again, I
18 guess my question is that it looks like Devon owns
19 half of one of these tracts. How could you miss
20 that?

21 MS. HARDY: Well, I actually don't believe
22 they were missed, Mr. Examiner. I believe that they
23 were in negotiations or they were inadvertently
24 omitted from the pooling due to what was going on at
25 the time.

1 So COG knew that they owned those
2 interests, it was just a matter of whether those
3 parties were actually being pooled.

4 HEARING OFFICER BRANCARD: Okay. Thank
5 you.

6 MS. HARDY: Thank you.

7 HEARING OFFICER BRANCARD: Any other
8 interested persons for Case 22781?

9 Hearing none, the exhibits will be
10 admitted into the record and the Case 22781 will be
11 taken under advisement.

12 MS. HARDY: Thank you.

13 (Matter concluded.)

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REPORTER'S CERTIFICATE

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I certify that the foregoing is a correct transcript from the record of proceedings in the above-entitled matter. I further certify that the transcript fees and format comply with those prescribed by the Court and the Judicial Conference of the United States.

Date: June 2, 2022

/s/ Edwina Castillo

EDWINA CASTILLO, RPR, CCR
Certified Court Reporter #407
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