

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: 22881, 22882

APPLICATION OF COG OPERATING, LLC
FOR COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO

REPORTER'S TRANSCRIPT OF VIRTUAL PROCEEDINGS
EXAMINER HEARING
JULY 7, 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 EXAMINER DEAN McCLURE on
Thursday, July 7, 2022, through the Webex Platform.

Reported by: PAUL BACA PROFESSIONAL COURT REPORTERS
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A P P E A R A N C E S

JACKIE McLEAN
HINKLE SHANOR LLP
P.O. Box 0268
Santa Fe, NM 87504
505-982-4554

I N D E X

CASE CALLED

TAKEN UNDER ADVISEMENT

05

REPORTER CERTIFICATE

06

E X H I B I T I N D E X

Admitted

Exhibits and Attachments

05

1 HEARING EXAMINER BRANCARD: With that, we have
2 Cases 22881, 22882, COG Operating.

3 MS. McLEAN: Jackie McLean again with Hinkle
4 Shanor on behalf of COG Operating.

5 HEARING EXAMINER BRANCARD: Are there any other
6 appearances for Cases 22881, 22882?

7 (No audible response.)

8 HEARING EXAMINER BRANCARD: Hearing none, you may
9 proceed.

10 MS. McLEAN: Thank you. In Case 22881 and 22882,
11 COG seeks to pool all uncommitted interests within the Bone
12 Spring and Wolfcamp formation in the E/2 of Sections 9 and
13 15, Township 24 South, Range 32 East, Lea County, New
14 Mexico.

15 In Case 22881, COG has applied for an order
16 pooling all uncommitted interests within the Mesa Verde Bone
17 Spring Pool underlying a 640 acre spacing unit comprised of
18 the E/2 of Sections 9 and 16, Township 24 South, Range 32
19 East.

20 And this Bone Spring unit will be dedicated to
21 the Double ABJ 15 Federal Com 501H and 502H wells. And in
22 order to create a 640 acre spacing unit, this is a proximity
23 tract, and the completed interval of that Double ABJ 15
24 Federal Com 502H well will be located within 330 feet of the
25 quarter-quarter section line separating the E/2 E/2 and W/2

1 E/2 of Sections 9 and 16.

2 And in Case Number 22882, COG is seeking to pool
3 all uncommitted interests within the Wolfcamp formation,
4 WC-025G0H, 243217P Upper Wolfcamp Pool underlying a 640 acre
5 spacing unit comprised of the E/2 of Sections 9 and 16,
6 Township 24 South, Range 32 East in Lea County.

7 And this Wolfcamp unit will be dedicated to the
8 Double ABJ 16 Federal Com 701H, 702H and 703H wells. And
9 this is also a proximity tract and the defining well is the
10 Double ABJ 15 Federal Com 702H well.

11 And also, of note in these cases are that all
12 working interest owners have executed an operating
13 agreement, so COG is only seeking to pool the unratified
14 overriding royalty interest owners.

15 The exhibit packet submitted to the Division for
16 Cases 22881 and 22882 include for both cases, Exhibit A, the
17 land specialist testimony and related land exhibit which
18 includes the application and proposed notice of this
19 hearing, C-102s for the wells, plot of tracts, ownership
20 interest and a list of all uncommitted overriding royalty
21 interests to be pooled, as well as a sample ratification
22 letter and chronology of contact with the overriding royalty
23 interest owners.

24 Exhibit B is geology testimony which includes the
25 regional locator map, Bone Spring structure map for Case

1 22881, a Wolfcamp structure map for Case Number 22882, cross
2 section map.

3 And then Exhibit C, which is a self-affirmed
4 statement setting out when the notice letter was sent to the
5 parties, a chart that provides the date each notice letter
6 was sent and the date each was received, as well as the
7 certified mail cards in support of that chart and then
8 finally the affidavit of publication showing timely notice
9 on June 19, 2022.

10 With that, I would ask that Exhibits A, B and C
11 be admitted into record in Case Numbers 22881 and 22882 and
12 that these cases be taken under advisement.

13 HEARING EXAMINER BRANCARD: Thank you. Mr.
14 McClure, questions?

15 TECHNICAL EXAMINER McCLURE: No questions for
16 either of these cases.

17 HEARING EXAMINER BRANCARD: I have no questions
18 either. Are there any other persons commenting on cases
19 22881, 22882?

20 (No audible response.)

21 HEARING EXAMINER BRANCARD: Hearing none, Case
22 22881, 22882, the exhibits will be admitted into the record
23 and cases taken under advisement.

24 MS. McLEAN: Thank you.

25 (Exhibits admitted. Taken under advisement.)

1 STATE OF NEW MEXICO
2 COUNTY OF BERNALILLO

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4 REPORTER'S CERTIFICATE

5

6 I do hereby certify that I reported the
7 foregoing virtual proceedings in stenographic shorthand and
8 that the foregoing pages are a true and correct transcript
9 of those proceedings to the best of my ability.

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

14 I FURTHER CERTIFY that the Virtual Proceeding was
15 of poor to good quality.

16 Dated this 7th day of July 2022.

17

/s/ Irene Delgado

18

Court Reporter
License Expires: 12-31-22

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