1	STATE OF NEW MEXICO		
2	ENERGY, MINERALS, AND NATURAL RESOURC	ES DEPARTMENT	
3	OIL CONSERVATION DIVISION HEA	RINGS	
4			
5	IN THE MATTER OF THE HEARING		
6	CALLED BY THE OIL CONSERVATION		
7	DIVISION FOR THE PURPOSE OF		
8	CONSIDERING:		
9			
10	APPLICATION OF COG OPERATING,	Case Nos.	
11	LLC FOR COMPULSORY POOLING,	22298-22300	
12	LEA COUNTY, NEW MEXICO;		
13			
14	APPLICATION OF COLGATE	Case Nos.	
15	OPERATING, LLC TO POOL	23149-23156	
16	ADDITIONAL INTERESTS, LEA		
17	COUNTY, NEW MEXICO;		
18			
19	APPLICATION OF COLGATE	Case Nos.	
20	OPERATING, LLC FOR COMPULSORY	23093;	
21	POOLING, EDDY COUNTY,	23107-23114	
22	NEW MEXICO		
23			
24			
25			
		Page 1	
	Doul Page Professional Court Deportors	505 842 024	

1	APPLICATION OF CROCKETT	Case Nos.		
2	OPERATING, LLC FOR 23092 & 2309			
3	COMPULSORY POOLING, LEA			
4	COUNTY, NEW MEXICO;			
5				
6	APPLICATION OF DEVON ENERGY	Case Nos.		
7	COMPANY, L.P. FOR HORIZONTAL	23119, 23120		
8	SPACING UNIT AND COMPULSORY	23147, 23148		
9	POOLING, LEA COUNTY, NEW			
10	MEXICO;			
11				
12	APPLICATION OF EARTHSTONE Case Nos.			
13	OPERATING, LLC FOR COMPULSORY	22978-22981		
14	POOLING, LEA COUNTY, NEW			
15	MEXICO;			
16				
17	APPLICATION OF FRANKLIN	Case Nos.		
18	MOUNTAIN ENERGY FOR	23129-23167		
19	COMPULSORY POOLING, LEA			
20	COUNTY, NEW MEXICO;			
21				
22	APPLICATION OF MARATHON OIL	Case Nos.		
23	PERMIAN, LLC FOR COMPULSORY	23168, 23169		
24	POOLING, EDDY COUNTY, NEW			
25	MEXICO;			
		Page 2		

1	APPLICATION OF MATADOR	Case Nos.
2	PRODUCTION COMPANY FOR	22211-22218;
3	COMPULSORY POOLING, LEA	
4	COUNTY, NEW MEXICO;	
5		
6	APPLICATION OF MATADOR	Case Nos.
7	PRODUCTION COMPANY FOR	22988
8	COMPULSORY POOLING, EDDY	
9	COUNTY, NEW MEXICO;	
10		
11	APPLICATION OF MATADOR PRODUCTION	Case Nos.
12	COMPANY TO AMEND ORDER, LEA	23121-23128
13	COUNTY, NEW MEXICO;	
14		
15	APPLICATION OF MEWBOURNE OIL	Case Nos.
16	COMPANY FOR COMPULSORY POOLING,	22161-22164
17	LEA COUNTY, NEW MEXICO;	
18		
19	APPLICATION OF MEWBOURNE OIL	Case Nos.
20	COMPANY FOR COMPULSORY POOLING,	22427, 22428,
21	EDDY COUNTY, NEW MEXICO;	22721, 22722,
22		23115, 23170-
23		23173
24		
25		
		Page 3

1	APPLICATION OF OXY USA, INC.	Case Nos.		
2	FOR APPROVAL OF NON-STANDARD 23116			
3	HORIZONTAL WELL, LEA COUNTY,			
4	NEW MEXICO;			
5				
6	APPLICATION OF SPUR ENERGY	Case Nos.		
7	PARTNERS, LLC FOR COMPULSORY	23046, 23094		
8	POOLING, EDDY COUNTY, NEW	23100,		
9	MEXICO;			
10				
11	APPLICATION OF STEWARD ENERGY	Case Nos.		
12	II, LLC TO POOL ADDITIONAL	23095		
13	INTERESTS AND COMPULSORY POOLING 23097-23099			
14	LEA COUNTY, NEW MEXICO;			
15				
16	APPLICATION OF TAP ROCK	Case Nos.		
17	OPERATING, LLC FOR	23105-23106		
18	COMPULSORY POOLING, LEA			
19	COUNTY, NEW MEXICO;			
20				
21	APPLICATION OF V-F PETROLEUM,	Case Nos.		
22	INC. FOR COMPULSORY POOLING AND	23117, 23118		
23	HORIZONTAL SPACING UNIT, EDDY			
24	COUNTY, NEW MEXICO;			
25				
		Page 4		

1	APPLICATION OF V-F PETROLEUM,	Case Nos.
2	INC. FOR COMPULSORY POOLING AND	23102-23104
3	HORIZONTAL SPACING UNIT, LEA	
4	COUNTY, NEW MEXICO;	
5		
6	APPLICATION OF WHIPTAIL	Case No.
7	MIDSTREAM, LLC FOR HEARING	22782
8	ON REMEDIATION AND CLOSURE	
9	PLANS, RIO ARRIBA COUNTY,	
10	NEW MEXICO;	
11		
12	APPLICATION OF FAE II OPERATING,	Case Nos.
13	LLC FOR APPROVAL OF AN ENHANCED	22971, 22972
14	OIL RECOVERY PROJECT, LEA	
15	COUNTY, NEW MEXICO.	
16		
17		
18		
19		
20		
21		
22		
23		
24		
25		
		Page 5
	Paul Baca Professional Court Reporters	505.843.924

1		VIDEOCONFERENCE HEARING
2	DATE :	Thursday, November 3, 2022
3	TIME:	8:15 a.m. MDT
4	BEFORE:	Hearing Examiner Bill Brancard
5		Technical Examiner Dean McClure
6		Special Guest Examiner, Philip Goetze
7	LOCATION:	Remote Proceeding
8		Santa Fe, NM 87501
9	REPORTED BY:	Dana Fulton, Notary Public
10	JOB NO.:	5529252
11		
12		
13		
14		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		
25		
		Page 6
		Paul Baca Professional Court Reporters   505.843.9241

	Page 7
25	
24	
23	
22	
21	
20	
19	(505) 848-1834
18	deana.bennett@modrall.com
17	Albuquerque, NM 87103
16	P.O. Box 2168
15	Modrall Sperling
14	DEANA M. BENNETT, ESQUIRE (by videoconference)
13	AND FRANKLIN MOUNTAIN ENERGY:
12	ON BEHALF OF CHEVRON U.S.A., INC., APACHE CORPORATION,
11	
10	(505) 469-5527
9	marlene.salvidrez@state.nm.us
8	Santa Fe, NM 87505
7	1220 South St. Francis Drive
6	Department, Oil Conservation Division
5	New Mexico Energy Minerals and Natural Resources
4	MARLENE SALVIDREZ, ESQUIRE (by videoconference)
3	RESOURCES DEPARTMENT:
2	ON BEHALF OF NEW MEXICO ENERGY MINERALS AND NATURAL
1	APPEARANCES

1	APPEARANCES (Cont'd)
2	ON BEHALF OF MATADOR PRODUCTION COMPANY, MEWBOURNE OIL
3	COMPANY, OXY USA, INC., COG OPERATING, LLC, EARTHSTONE
4	OPERATING, APACHE CORPORATION, ADVANCE ENERGY
5	PARTNERS, CONOCOPHILLIPS COMPANY:
6	JAMES BRUCE, ESQUIRE (by videoconference)
7	P.O. Box 1056
8	Santa Fe, NM 87504
9	jamesbruce@aol.com
10	(505) 982-2043
11	
12	ON BEHALF OF APACHE CORPORATION; CHEVRON USA, INC.;
13	CITATION OIL AND GAS CORPORATION; OXY USA, INC.; XTO
14	HOLDINGS, LLC; XTO ENERGY, INC.; TAP ROCK OPERATING,
15	LLC; MRC DELAWARE RESOURCES, LLC; MRC PERMIAN;
16	EARTHSTONE OPERATING; TAP ROCK OPERATING, LLC;
17	CONOCOPHILLIPS; COG OPERATING, LLC; CONCHO OIL AND
18	GAS, LLC:
19	MICHAEL FELDEWERT, ESQUIRE (by videoconference)
20	Holland & Hart
21	110 North Guadalupe, Suite 1
22	Santa Fe, NM 87501
23	mfeldewert@hollandhart.com
24	(505) 988-4421
25	
	Page 8

1 A P P E A R A N C E S (Cont'd) 2 ON BEHALF OF DOYLE AND MARGARET HARTMAN: J. E. GENE GALLEGOS, ESQUIRE (by videoconference) 3 4 Gallegos Law Firm, PC 5 460 St. Michaels Drive, Building 300 6 Santa Fe, NM 87505 7 (505) 983-6686 8 9 ON BEHALF OF COG OPERATING; CONOCO PHILLIPS; COLGATE 10 OPERATING; SPUR ENERGY PARTNERS; STEWARD ENERGY; Forty 11 Acres Energy; FAE II Operating: 12 DANA HARDY, ESQUIRE (by videoconference) 13 Hinkle Shanor 14 P.O. Box 2068 15 Santa Fe, NM 87504 16 dhardy@hinklelawfirm.com 17 (505) 982-4554 18 19 ON BEHALF OF SILVERBACK II OPERATING, COTERRA ENERGY 20 COMPANY: 21 BENJAMIN HOLLIDAY, ESQUIRE (by videoconference) 22 Holliday Energy Law Group 23 4040 Broadway Street, Suite 350 24 San Antonio, TX 78209 25 (210) 469-3187 Page 9

1	APPEARANCES (Cont'd)
2	ON BEHALF OF SPUR ENERGY PARTNERS, STEWARD ENERGY II,
3	LLC; V-F PETROLEUM, INC.; COLGATE OPERATING, LLC:
4	JACLYN MCLEAN, ESQUIRE (by videoconference)
5	Hinkle Shanor, LLP
6	218 Montezuma Avenue
7	Santa Fe, NM 87501
8	(505) 623-9332
9	
10	ON BEHALF OF COG OPERATING, LLC; CONOCO PHILLIPS:
11	OCEAN MUNDS-DRY, ESQUIRE (by videoconference)
12	ConocoPhillips
13	1048 Paseo de Peralta
14	Santa Fe, NM 87501
15	ocean.munds-dry@conocophillips.com
16	(505) 780-8000
17	
18	ON BEHALF OF EGL RESOURCES:
19	EARNEST PADILLA, ESQUIRE (by videoconference)
20	Padilla Law Firm, P.A.
21	P.O. Box 2523
22	Santa Fe, NM 87504
23	padillalaw@questoffice.net
24	
25	
	Page 10
l	

1	APPEARANCES (Cont'd)
2	ON BEHALF OF EOG RESOURCES:
3	JAMES PARROT, ESQUIRE (by videoconference)
4	Beatty & Wozniak
5	500 Don Gaspar Avenue
6	Santa Fe, NM 87505
7	jparrot@bwenergylaw.com
8	(303) 407-4458
9	
10	ON BEHALF OF OXY USA, INC.:
11	ADAM RANKIN, ESQUIRE (by videoconference)
12	Holland & Hart, LLP
13	110 North Guadalupe, Suite 1
14	Santa Fe, NM 87501
15	(505) 954-7294
16	
17	ON BEHALF OF TAP ROCK OPERATING, LLC:
18	MICHAEL RODRIGUEZ, ESQUIRE (by videoconference)
19	Tap Rock Operating, LLC
20	523 Park Point Drive
21	Golden, CO 80401
22	mrodriguez@taprk.com
23	(720) 245-2606
24	
25	
	Page 11

2 3	ON BEHALF OF WHIPTAIL MIDSTREAM; V-F PETROLEUM, INC.; COTERRA ENERGY COMPANY; CIMAREX ENERGY COMPANY; DEVON ENERGY PRODUCTION:
3	
	ENERGY PRODUCTION:
4	
5	DARIN SAVAGE, ESQUIRE (by videoconference)
6	Abadie & Schill
7	214 McKenzie Street
8	Santa Fe, NM 87501
9	darin@abadieschill.com
10	(970) 385-4401
11	
12	ON BEHALF OF ADVANCED ENERGY PARTNERS; CROCKETT
13	OPERATING, LLC:
14	PAULA VANCE, ESQUIRE (by videoconference)
15	Holland & Hart
16	110 North Guadalupe, Suite 1
17	Santa Fe, NM 87501
18	pmvance@hollandhart.com
19	(505) 954-7286
20	
21	
22	
23	
24	
25	
	Page 12

1		EXHIBITS	
2	NO.	DESCRIPTION	ID/EVD
3	Crockett Opera	ating, L.L.C. (Case no. 23092)	:
4	Exhibit A	Compulsory Pooling Checklist	49/50
5	Exhibit B	Application	49/50
6	Exhibit C	Landman Affidavit	49/50
7	Exhibit D	Geologist Affidavit	49/50
8	Exhibit E	Notice Affidavit	49/50
9	Exhibit F	Affidavit of Publication	49/50
10	( E	Exhibits retained by counsel.)	
11			
12	NO.	DESCRIPTION	ID/EVD
13	Crockett Opera	ating, L.L.C. (Case no. 23096)	:
14	Exhibit A	Compulsory Pooling Checklist	52/54
15	Exhibit B	Application	52/54
16	Exhibit C	Landman Affidavit	52/54
17	Exhibit D	Geologist Affidavit	52/54
18	Exhibit E	Notice Affidavit	52/54
19	Exhibit F	Affidavit of Publication	52/54
20	( E	Exhibits retained by counsel.)	
21			
22			
23			
24			
25			
			Page 13
		Paul Page Professional Court Papertars	505 843 024

1		EXHIBITS (Cont'd)	
2	NO.	DESCRIPTION	ID/EVD
3		ertners (Case no. 23046):	
		Landman Affidavit	
4			56/58
5		Geologist Affidavit	
6		Notice Affidavit	56/58
7	( E	xhibits retained by counsel.	)
8			
9	NO.	DESCRIPTION	ID/EVD
10	Colgate Operat	ing (Case no. 23093):	
11	Exhibit A	Landman Affidavit	60/61
12	Exhibit B	Geologist Affidavit	60/61
13	Exhibit C	Notice Affidavit	60/61
14	( E	xhibits retained by counsel.	)
15			
16	NO.	DESCRIPTION	ID/EVD
17	Steward Energy	(Case no. 23099):	
18	Exhibit A	Landman Affidavit	66/68
19	Exhibit B	Geologist Affidavit	66/68
20	Exhibit C	Notice Affidavit	66/68
21	( E	xhibits retained by counsel.	)
22			
23			
24			
25			
			Page 14
L		Paul Baca Professional Court Reporters	505.843.9241

2 3 4 5 6	Exhibit A	DESCRIPTION rtners (Case no. 23100):	ID/EVD
4 5	Exhibit A		
5			
	Exhibit B	Landman Affidavit	71/72
E		Geologist Affidavit	71/72
0	Exhibit C	Notice Affidavit	71/72
7	( E	xhibits retained by counsel.)	
8			
9	NO.	DESCRIPTION	ID/EVD
10	V-F Petroleum,	Inc. (Case nos. 23102-23104)	:
11	Exhibit A	Landman Affidavit	75/78
12	Exhibit B	Geologist Affidavit	75/78
13	Exhibit C	Notice Affidavit	75/78
14	( E	xhibits retained by counsel.)	
15			
16	NO.	DESCRIPTION	ID/EVD
17	Colgate Operat	ing (Case nos. 23107-23110):	
18	Exhibit A	Landman Affidavit	81/88
19	Exhibit B	Geologist Affidavit	81/88
20	Exhibit C	Notice Affidavit	81/88
21	( E	xhibits retained by counsel.)	
22			
23			
24			
25			
			Page 15

1		EXHIBITS (Cont'd)	
2	NO.	DESCRIPTION	ID/EVD
3	Colgate Operat	ing (Case nos. 23111-23114):	
4	Exhibit A	Landman Affidavit	91/92
5	Exhibit B	Geologist Affidavit	91/92
6	Exhibit C	Notice Affidavit	91/92
7	( E	xhibits retained by counsel.)	
8			
9	NO.	DESCRIPTION	ID/EVD
10	Mewbourne Oil	Company (Case no. 23115):	
11	Exhibit A	Landman Affidavit	96/98
12	Exhibit B	Geologist Affidavit	96/98
13	Exhibit C	Notice Affidavit	96/98
14	( E	xhibits retained by counsel.)	
15			
16	NO.	DESCRIPTION	ID/EVD
17	Oxy USA, Inc.	(Case no. 23116):	
18	Exhibit A	Compulsory Pooling Checklist	106/107
19	Exhibit B	Application	106/107
20	Exhibit C	Landman Affidavit	106/107
21	Exhibit D	Geologist Affidavit	106/107
22	Exhibit E	Facilities Engineer Affidavit	t 106/107
23	Exhibit F	Notice Affidavit	106/107
24	Exhibit G	Affidavit of Publication	106/107
25	( E	xhibits retained by counsel.)	
			Page 16

1		EXHIBITS (Cont'd)	
2	NO.	DESCRIPTION	ID/EVD
3	V-F Petroleum,	Inc. (Case no. 23117):	
4	Exhibit A	Landman Affidavit	110/111
5	Exhibit B	Geologist Affidavit	110/111
б	Exhibit C	Notice Affidavit	110/111
7	( E:	xhibits retained by counsel.)	
8			
9	NO.	DESCRIPTION	ID/EVD
10	V-F Petroleum,	Inc. (Case no. 23118):	
11	Exhibit A	Landman Affidavit	113/117
12	Exhibit B	Geologist Affidavit	113/117
13	Exhibit C	Notice Affidavit	113/117
14	( E:	whibits retained by counsel.)	
15			
16	NO.	DESCRIPTION	ID/EVD
17	Devon Energy P:	roduction Company, LP (Case no	s. 23119,
18	23120):		
19	Exhibit A	Landman Affidavit	123/126
20	Exhibit B	Geologist Affidavit	123/126
21	Exhibit C	Notice Affidavit	123/126
22	( E:	whibits retained by counsel.)	
23			
24			
25			
			Page 17
			505 842 004

			Paul Baca Professional Court Reporters	505.843.9241
				Page 18
25				
24				
23				
22				
21				
20				
19				
18		( E:	xhibits retained by counsel.)	)
17			Affidavit of Publication	
16	Exhibit		Notice Affidavit	133/185
15	Exhibit		Landman Affidavit	133/185
14	Exhibit		Original Orders	133/185
13	Exhibit			
12			tion Company (Case nos. 23125	
11	NO.		DESCRIPTION	ID/EVD
10				
9		( E:	xhibits retained by counsel.)	)
8	Exhibit		Affidavit of Publication	
7	Exhibit		Notice Affidavit	129/130
6	Exhibit	С	Landman Affidavit	129/130
5	Exhibit	В	Original Orders	129/130
4	Exhibit	A	Extension Applications	129/130
3	Matador	Produc	tion Company (Case nos. 23121	L-23124):
2	NO.		DESCRIPTION	ID/EVD
1			E X H I B I T S (Cont'd)	

L		Paul Baca Professional Court Reporters	505.843.9241
			Page 19
25			
24			
23			
22		(Exhibits retained by counsel.)	
21	Exhibit C	Notice Affidavit	158/160
20	Exhibit B	Geologist Affidavit	158/160
19	Exhibit A	Landman Affidavit	158/160
18	Marathon Oil	Permian, LLC (Case no. 23169):	
17	NO.	DESCRIPTION	ID/EVD
16			
15		(Exhibits retained by counsel.)	)
14	Exhibit C	Notice Affidavit	152/155
13	Exhibit B	Geologist Affidavit	152/155
12	Exhibit A	Landman Affidavit	152/155
11	Marathon Oil	Permian, LLC (Case no. 23168):	
10	NO.	DESCRIPTION	ID/EVD
9			
8		(Exhibits retained by counsel.)	)
7	Exhibit C	Notice Affidavit	140/150
6	Exhibit B	Geologist Affidavit	140/150
5	Exhibit A	Landman Affidavit	140/150
4	23148):		
3	Devon Energy	Production Company, LP (Case r	nos. 23147,
2	NO.	DESCRIPTION	ID/EVD
1		EXHIBITS (Cont'd)	

ſ		
1	EXHIBITS (Cont'd)	
2	NO. DESCRIPTION	ID/EVD
3	Mewbourne Oil Company (Case no. 23170):	
4	Exhibit A Landman Affidavit	164/165
5	Exhibit B Geologist Affidavit	164/165
6	Exhibit C Notice Affidavit	164/165
7	(Exhibits retained by counsel.	)
8		
9	NO. DESCRIPTION	ID/EVD
10	Mewbourne Oil Company (Case nos. 23171, 23	172):
11	Exhibit A Landman Affidavit	168/172
12	Exhibit B Geologist Affidavit	168/172
13	Exhibit C Notice Affidavit	168/172
14	(Exhibits retained by counsel.	)
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		
25		
		Page 20
	Daul Daga Drofassional Court Donortors	_
	Paul Baca Professional Court Reporters	505.843.9241

1		EXHIBITS (Cont'd)	
2	NO.	DESCRIPTION	ID/EVD
3	Mewbourne Oil	Company (Case nos. 22427, 2242	28, 22721,
4	22722):		
5	Exhibit 1	Prehearing Statement	179/182
6	Exhibit 2	Applications and Notices	179/182
7	Exhibit 3	Landman Affidavit	179/182
8	Exhibit 4	Geologist Affidavit	179/182
9	Exhibit 5	Notice Affidavit	179/182
10	Exhibit 6	Published Notices	179/182
11	Exhibit 7	Pooling Checklists	179/182
12	Exhibit 8	Certified Notice Spreadsheet	179/182
13	(	Exhibits retained by counsel.)	
14			
15			
16			
17			
18			
19			
20			
21			
22			
23			
24			
25			
			Page 21
I	I	Daul Race Professional Court Papartars	505 842 02

1 PROCEEDINGS 2 HEARING EXAMINER: This is the Oil Conservation Division of New Mexico Hearings Docket 3 for November 3, 2022. I'm Bill Brancard, your Hearing 4 5 Examiner for today. With me is Technical Examiner, 6 Mr. Dean McClure, looking all shiny this morning. 7 As usual, we have a court reporter so 8 please speak clearly and slowly. 9 As always, the worksheet for today is on our website. We have 104 cases listed. 10 That's 11 obviously way too much so we added two more; 22971 and 12 22972 FAE will be heard at the end of docket today. 13 They were previously scheduled through a scheduling 14 order and we just forgot to put it on our worksheet. 15 So announcements for today. So we're 16 trying to catch up on all of the backlog of orders to 17 be written and we're getting a lot of grief for it. So one of the problems is that we often, at these 18 19 hearings, request that you all provide us with 20 additional information or corrections. When folks 21 finally get around to drafting the order, they discover that that information has not been provided. 22 23 So we will try, going forward, starting 24 today, to give you a deadline for when we would like 25 this information to be provided. Normally, the

Page 22

1 information is not terribly complicated. It might be, 2 like, a revised checklist. So two weeks should be plenty of time to provide us with that information. 3 And if you don't have it in two weeks, well, the 4 5 grumpy person writing the order may just draft a dismissal instead, so be forewarned. 6 7 Additionally, and last week I brought 8 up the fact that, as of a while ago, all our e-mail 9 addresses, all our website addresses have all changed as of, I don't know -- I don't know. When was it, 10 11 Dean, like, two months ago? 12 I was going to say, don't MR. MCCLURE: 13 quote me, but that sounds about right. HEARING EXAMINER: Yeah. And so we're 14 15 still seeing notices that are being sent out, letters 16 that are being sent out to parties that are using our 17 old addresses; okay? And since I only told you last week and many of these notices were probably already 18 in progress, it's only fair to clamp down on you 19 20 today. But in the future, you need to have the 21 correct addresses so folks who are given notice by you 22 know how to find these cases, how to provide 23 information to us, how to file documents. So please; 24 thank you. Remember, everything is now emnrd.nm.gov. It's no longer state.nm.us. 25

Page 23

,	
1	I did note with that there's sort of
2	partial compliance that many of the letters that have
3	been sent out have the correct address for some of the
4	e-mails and websites, but not all of them. Anyway,
5	we're getting there, I guess.
6	So okay. We have 106 cases today.
7	Many of them are status conferences and that's what we
8	will start with. And so, I will start the proceedings
9	today.
10	Looking at the worksheet, we are Items
11	1 through 8. These are Case Numbers 22161, 22162,
12	22163, 22164, 22978, 22979, 22980, and 22981. Let's
13	start off with Mewbourne Oil Company.
14	MR. BRUCE: Mr. Examiner, can you hear
15	me?
16	HEARING EXAMINER: I can.
17	MR. BRUCE: Okay. Jim Bruce here on
18	behalf of Mewbourne.
19	HEARING EXAMINER: Thank you. I
20	believe the new party is Earthstone Operating.
21	MR. FELDEWERT: You are correct,
22	Mr. Examiner. Good morning, Michael Feldewert, on
23	behalf of Earthstone Operating.
24	HEARING EXAMINER: Thank you. We have
25	a few other entries and appearances here. COG
	Page 24

1	Operating?
2	MS. MUNDS-DRY: Good morning, Mr.
3	Hearing Examiner, Ocean Munds-Dry with COG Operating,
4	LLC.
5	HEARING EXAMINER: Thank you. Oxy USA?
6	MR. FELDEWERT: Good morning,
7	Mr. Examiner. Mr. Feldewert with Santa Fe Office of
8	Holland and Hart. I think Oxy has appeared in the
9	Mewbourne cases.
10	HEARING EXAMINER: Thank you. That is
11	correct. Apache Corporation?
12	MS. BENNETT: Good morning,
13	Mr. Examiner, Deana Bennett on behalf of Apache
14	Corporation.
15	HEARING EXAMINER: All right. So let's
16	start with you, Mr. Bruce. Where are we on these
17	cases?
18	MR. BRUCE: Mr. Examiner, the parties
19	have been in negotiations at Earthstone and Mewbourne.
20	I did speak with Mr. Feldewert, or had an e-mail
21	exchange with him, a couple of days ago. He would
22	like to continue this to another date for a status
23	conference. However, Mewbourne would just like to set
24	a hearing date, so that's where we are.
25	HEARING EXAMINER: Okay. Mr.
	Page 25

1 Feldewert? 2 MR. FELDEWERT: Mr. Bruce, has 3 accurately communicated the communications. HEARING EXAMINER: All right. So if we 4 5 have a hearing, it will be in January. I don't know 6 if that affects anybody's thoughts, but let me go around the horn here and see if any other persons have 7 8 any comments. COG? 9 MS. MUNDS-DRY: No comment; thank you. 10 HEARING EXAMINER: Negative nod there. 11 Apache? You were muted but we read your lips, "No 12 comment." 13 Okay. And I assume, Mr. Feldewert, Oxy does not have a different position then? 14 15 MR. FELDEWERT: Correct. 16 HEARING EXAMINER: So we could possibly do a status conference in December or a hearing in 17 18 January. 19 MR. BRUCE: My client would prefer a 20 hearing, Mr. Examiner. HEARING EXAMINER: Well, let's do a 21 22 hearing then. January 19th for a hearing. 23 MR. BRUCE: Fine with us. 24 MR. FELDEWERT: Thank you, 25 Mr. Examiner. Page 26

-	
1	HEARING EXAMINER: Any further comments
2	on these cases 22161 through 164, 22978 through 981?
3	Hearing none, these cases will be set for a hearing on
4	January 19th.
5	All right. With that, we are now on
6	Items 9 through 19. These would be Case Numbers
7	22211, 22212, 22213, 22214, 22215, 22216, 22217,
8	22218, and 22298, 22299, 22300. Matador Production
9	Company?
10	MR. BRUCE: Mr. Examiner, Jim Bruce for
11	Matador.
12	HEARING EXAMINER: Thank you. COG
13	Operating?
14	MS. HARDY: Good morning, Mr. Hearing
15	Examiner, Dana Hardy with Santa Fe Office of Hinkle
16	Shanor for COG Operating.
17	HEARING EXAMINER: Thank you. I have
18	an entry from Advanced Energy Partners, LLC.
19	MS. HARDY: That's also me,
20	Mr. Examiner.
21	HEARING EXAMINER: Okay. I'm not
22	seeing anybody else. Any other interested persons
23	Cases 22211 through 18; 22298 through 22300? Anyone
24	else? I'll start with Ms. Hardy.
25	MS. HARDY: Mr. Examiner, the parties
	Page 27
L	Paul Baca Professional Court Reporters 505.843.9241

Paul Baca Professional Court Reporters A Veritext Company

1 are still talking and negotiating. But at this point, 2 I think COG's preference is to set a contested hearing 3 date. 4 HEARING EXAMINER: Thank you. Mr. 5 Bruce? No problem with that. 6 MR. BRUCE: 7 HEARING EXAMINER: All right. So let's 8 also do January 19th. Thank you. 9 MR. BRUCE: 10 MS. HARDY: Thank you. 11 HEARING EXAMINER: Once again, any 12 other interested persons 22211 through 18; 22298 13 through 22300? Hearing none, these cases will be set for hearing on January 19. 14 15 All right. We are down to Item 16 Number 21. Case Numbers 23105, 23106; Tap Rock 17 Operating? MR. FELDEWERT: Mr. Examiner, Michael 18 Feldewert. 19 20 MR. BRUCE: Case Number 20, was that 21 included in the --22 HEARING EXAMINER: No, you're right, 23 Mr. Bruce. I skipped right over it. I'm sorry. 24 Thank you. 25 So let's backtrack a bit. We're on Page 28

1	Item Number 20, Case 22988, Matador Production
2	Company.
3	MR. BRUCE: Mr. Examiner, Jim Bruce on
4	behalf of Matador.
5	HEARING EXAMINER: All right. Conoco
6	Phillips Company?
7	MS. HARDY: Mr. Examiner, Dana Hardy on
8	behalf of Conoco Phillips.
9	HEARING EXAMINER: Okay. And so, Ms.
10	Hardy, Conoco Phillips finds Matador objectionable
11	here so is Conoco preparing to file competing case(s)?
12	MS. HARDY: Mr. Examiner, Conoco
13	Phillips has plans to develop his own acreage that it
14	owns 100 percent of that Matador is proposing to
15	include in its spacing unit. So COG is planning to
16	oppose that earth application and would ask for a
17	contested hearing date.
18	HEARING EXAMINER: Okay. But we're not
19	anticipating a new application anytime soon from CP?
20	MS. HARDY: That's correct.
21	HEARING EXAMINER: Thank you. All
22	right. Mr. Bruce, I guess we'll do a hearing date; is
23	that correct?
24	MR. BRUCE: I believe so. Thank you.
25	HEARING EXAMINER: All right. Well,
	Page 29
	Devel Deco Drofessional Court Department 505.942.0241

1 let's set this for January 19, since we're on a roll. 2 MR. BRUCE: Seems to be a popular date. 3 HEARING EXAMINER: Yeah. 4 MR. BRUCE: Thank you. 5 HEARING EXAMINER: And are you okay 6 with that, Ms. Hardy? 7 That's fine. MS. HARDY: Thank you. 8 HEARING EXAMINER: All right. So 9 anyone else here for Case 22988? Hearing none, it will be set for a hearing on January 19th. 10 11 With that, let's go to Case 23105, 12 23106 Tap Rock Operating. 13 MR. FELDEWERT: Good morning, Michael 14 Feldewert with Tap Rock Operating, LLC. 15 HEARING EXAMINER: Thank you. We have 16 an entry from COG Operating. 17 MS. HARDY: Yes, Mr. Examiner. Dana 18 Hardy for COG Operating. 19 HEARING EXAMINER: And then EGL 20 Resources? 21 MR. PADILLA: Mr. Examiner, Earnest 22 Padilla for EGL. 23 HEARING EXAMINER: Are there any other 24 interested persons for Cases 23105, 23106? Hearing 25 none. Page 30

1 So COG are you preparing to submit 2 competing cases? 3 MS. HARDY: Sorry, Mr. Examiner. COG 4 has sent out competing proposals and we are planning 5 to file competing applications by December 5th for the January 5th docket. 6 7 HEARING EXAMINER: Okay. EGL? 8 MR. PADILLA: Mr. Examiner, I'm not 9 sure. I think we're just trying to protect appellate rights at this point. I don't have any direction from 10 11 my client as to whether they will oppose the case or 12 just ride along. 13 But in terms of setting a date for a 14 hearing, I'd follow whatever your discretion would be. 15 HEARING EXAMINER: Gee thanks, Mr. 16 Padilla. So Mr. Rodriguez, any thoughts, proposals? 17 MR. RODRIGUEZ: Since COG can meet the 18 requirements for the January 5th docket, Tap Rock would prefer that to be set for a contested hearing. 19 Otherwise, we're also okay with tacking onto the 20 January 19th docket. 21 22 HEARING EXAMINER: All right. Well, 23 how about if we take a risk here and go for January 24 5th? It might be less confusing if that's where COG 25 cases are. Is that okay, Ms. Hardy?

Page 31

1	
1	MS. HARDY: Mr. Examiner, I need to
2	confirm with COG's witnesses, but subject to that
3	confirmation, I believe that's fine.
4	HEARING EXAMINER: Okay. All right.
5	So we will wait to hear back from COG. Tentatively,
6	we are setting this for the January 5th docket as a
7	contested hearing. COG to confirm if January 5th
8	doesn't work out, we'll pick a random date in 2023 and
9	or you can give us dates. Sorry. I think that
10	would be preferable.
11	And then, Ms. Hardy, when COG files
12	applications, please send us an e-mail indicating that
13	these cases are to be added to a prehearing order.
14	MS. HARDY: I will do that. Thank you.
15	HEARING EXAMINER: Thank you. All
16	right.
17	Okay. With that, we are, I believe, on
18	Items 23 all the way up to 40, although we could go
19	further if we needed to. And these are Cases 23129
20	23130, 23131, 23132, 23133, 23134, 23135, 23136,
21	23137, 23138, 23139, 23140, 23141, 23142, 23143,
22	23144, 23145, and 23146, Franklin Mountain Energy?
23	MS. BENNETT: Good morning,
24	Mr. Examiner, Deana Bennett on behalf of Franklin
25	Mountain Energy. And, in fact, you could include also
	Page 32

1 cases on the docket 41 through 50 as well. 2 HEARING EXAMINER: All right. And so, 3 let me just first check in with COG Operating? 4 MS. HARDY: Yes, Mr. Examiner, Dana 5 Hardy, for COG Operating in all three cases. 6 HEARING EXAMINER: And is COG fine with 7 combining this with the next group? 8 MS. HARDY: Yes, that's fine. 9 HEARING EXAMINER: Are there any other 10 persons here? Okay. Let me -- okay. So the next 11 group to be combined with this is now Cases 23158, 23159, 23160, 23161, 23162, 23163, 23164, 23165, 12 13 23166, and 23167. 14 Are there any other persons here for 15 Cases 23129 through 23146 or 23158 through 23167? 16 Hearing none, since we have the same two parties, let's start backwards here with COG Operating. And is 17 18 COG planning to file competing cases or you're just 19 sort of objecting to everything? 20 MS. HARDY: I'm filing competing 21 applications and --22 HEARING EXAMINER: Ms. Hardy, you're cutting out a bit so please start again. 23 24 MS. HARDY: Okay. I'll try to speak 25 up. We are filing competing applications. Should be Page 33

1 filed by December 5th to be initially set on the 2 January 5th docket. HEARING EXAMINER: Now, is that for 3 4 both groups of cases? 5 MS. HARDY: Yes. 6 HEARING EXAMINER: Okay. Ms. Bennett, 7 any thoughts? 8 MS. BENNETT: Yes; thank you. So we 9 would like to have -- Franklin Mountain Energy would like to have these cases set for a contested hearing 10 11 on January 19th or January 5th, but understanding that 12 January 5th may not be workable. But we are prepared to move forward and would like to move forward on 13 14 January 5th or January 19th. 15 HEARING EXAMINER: Okav. 16 Ms. Hardy, have you gotten information 17 from your client about dates? 18 MS. HARDY: I think we would prefer January 19th, Mr. Examiner. 19 20 HEARING EXAMINER: Okay. Well, that 21 could be an exciting one. So let's go for January 22 19th then. 23 That sounds great. Thank MS. BENNETT: 24 you. 25 Thank you. MS. HARDY: Page 34

1 HEARING EXAMINER: And everybody's okay 2 if we just do this all as one big prehearing order? That's fine. 3 MS. HARDY: 4 MS. BENNETT: Yeah. 5 HEARING EXAMINER: All right. So with 6 that --7 MS. BENNETT: And just to clarify on 8 these, we will need to file continuances for all of 9 these cases, is that right, to get them to January 19th? 10 11 HEARING EXAMINER: That's right. 12 MS. BENNETT: So as the party 13 protesting our cases, I think that COG -- I'll work 14 with Ms. Hardy to ensure that the continuances get 15 filed by COG. 16 HEARING EXAMINER: That would be 17 wonderful, because otherwise, you'll start getting those e-mails from Marlene. Wouldn't want to be you. 18 19 MS. BENNETT: Thank you. 20 MS. HARDY: Thank you. 21 HEARING EXAMINER: Okay. So with that, 22 we are already through 50 cases today. 23 Congratulations, everyone. 24 So we are now on Items 51 through 58. 25 And, gosh, I'm not sure what to do with this, but Page 35

1	we'll figure it out.
2	These are Cases 23149, 23150, 23151,
3	23152, 23153, 23154, 23155, and 23156; Colgate
4	Operating?
5	MS. HARDY: Mr. Examiner, Dana Hardy
6	with Hinkle Shanor on behalf of Colgate Operating.
7	HEARING EXAMINER: Okay.
8	MR. GALLEGOS: Mr. Examiner, Gene
9	Gallegos on behalf of Doyle and Margaret Hartman.
10	HEARING EXAMINER: Thank you. Good
11	morning, Mr. Gallegos.
12	Any other interested persons for Cases
13	23149 through 23156? All right. So we have an
14	objection to this case going forward by affidavit and
15	then we have a response to the objection to the case
16	going forward by affidavit. I will give you a brief
17	opportunity, Ms. Hardy, to explain why you are
18	objecting to an objection.
19	MS. HARDY: Thank you, Mr. Examiner.
20	In these cases, Colgate seeks to pull
21	record title owners of federal leases. They have not
22	signed communitization agreements. And Doyle Hartman
23	owns a minority record title interest in one of the
24	leases.
25	Colgate has obtained title opinion but
	Page 36
	Devil Dece Professional Count Departure 505 942 0241

1 show Hartman does not own a working interest in these 2 units and is not pooling any working interest held by Object to the pooling of his record title 3 Hartman. interest on the grounds that he believes he also owns 4 5 a working interest. And then, he objects to the costs 6 and missed penalty provisions of the pooling order 7 that apply to working interests not record title 8 interests.

9 So Colgate is agreeing, we've stated in 10 our motion, and I'll state it on the record, we're not 11 pooling any work.

So because his objection pertains to an interest that is not being pooled, I filed a Motion to Strike the Prehearing Statement. I don't think the Hartmans should be permitted to hold up Colgate's 24well development involving two sections because he claims to own a working interest that is not being pooled.

And if he ultimately establishes to a quiet title action or documentation that he does own a working interest, then Colgate would need to address the issue with him at that time through pooling or through negotiations.

24 So I don't think it's valid to object 25 to the pooling of a record title interest based on

1 your claim that you own an interest that's not being 2 pooled. That's kind of where we are, and I know 3 that Hartman's prehearing statement also raised an 4 5 argument that his due process rights were violated 6 because an interest was pooled in the first cases from 7 these wells, and he didn't receive notice. 8 That's incorrect. His record title 9 interest wasn't -- just today. So I think that the objection really isn't valid and I'm not sure what we 10 11 would be deciding at a hearing. 12 So I would ask that the cases go 13 forward by affidavit and that the objection submitted by Hartman be determined to be invalid or stricken. 14 15 MR. GALLEGOS: Mr. Examiner? 16 MS. HARDY: Mr. Brancard, I think 17 you're muted. HEARING EXAMINER: Oh. 18 That was a 19 great point I made. 20 So, Mr. Gallegos, I have one question 21 for you, which is, at the end of Ms. Hardy's filing 22 from yesterday, she indicates that Colgate agrees with 23 the three conditions requested by Hartman here. It's 24 Paragraph 8, page 3 of her filing. 25 So my only question, Mr. Gallegos, is Page 38

1 if -- does the agreement to those three conditions 2 remove your objection to this case going forward by 3 affidavit?

4 MR. GALLEGOS: No, it does not, 5 Mr. Examiner. And we're -- we're -- I think we're overlooking by Ms. Hardy trying to address what 6 7 amounts to a property interest issue which may end up 8 having to be settled by the courts, what we're 9 overlooking is that now it's recognized -- whether they want to call it record title, working interest, 10 11 or whatever -- now, they recognize that they did not 12 give our clients notice of the prior hearing.

We're not here for really the merits hearing because that happened with the absence of notice to Doyle Hartman. This case was heard in June with no notice.

So what we're doing here now is saying by Colgate, oh, now we want to join Hartman, but he's got to be subject to orders that resulted from a hearing in June to which he has no opportunity to object. And he has objections to terms of those orders.

23 So the issue really here is, now is the 24 first time that Hartman has a chance to actually be 25 heard on all of the matters. The risk penalty, the

wells to be drilled, and all of that. 1 That's the 2 issue. And we certainly are entitled to that hearing 3 on the merits because we weren't able to participate in June. Because Colgate knew of our interest, 4 5 obviously. It's speaking to it in terms of their spin 6 on what the interest amounts to. They know of the interest. Did not give -- did not give notice. 7 And 8 so now they want us to be subject to an order in which 9 we had no opportunity to address on the merits. 10 So, yeah. We believe this matter 11 should be set for hearing. In the meantime, if we can 12 work out something with Colgate, we will continue to 13 do that. But the conditions that Colgate wants 14 15 to set so it can go forward does not overcome the fact 16 that it knew of the interest, didn't give notice to 17 which we were entitled, and now is trying to bootstrap us in and make us subject to an order that resulted 18 19 from a hearing which we did not have the opportunity 20 to participate. 21 HEARING EXAMINER: Okay. Thank you. 22 Well, let me just say a couple of things. If we have 23 a hearing on this matter, the Hartmans can raise 24 whatever issues they like and the amendment to the 25 order that might result from that hearing could

1	include whatever conditions the Hartmans might want to
2	impose as to themselves, as opposed to everyone else
3	who has already been pooled, okay?
4	Second of all, when we pool a record
5	title owner, we often don't include a lot of the
6	conditions that you may find objectionable,
7	Mr. Gallegos, such as, the risk charge, etcetera,
8	because the record title owner is not participating.
9	Anyway, all that is just sort of for
10	background. The reality is that, under our
11	Alternative Procedure Rules 4.12, it simply says if an
12	interested party objects to the procedure we will have
13	a hearing with live witnesses. So we will have a
14	hearing with live witnesses because the Hartmans, as I
15	just asked Mr. Gallegos to confirm, are still
16	objecting.
17	Is that correct, Mr. Gallegos? I'm
18	putting words in your mouth.
19	MR. GALLEGOS: Yes, sir, Mr. Examiner.
20	HEARING EXAMINER: Okay. So we just
21	need a date now for a live hearing. Is January
22	workable for the parties? Let's start with you, Ms.
23	Hardy.
24	MS. HARDY: Given the I think it
25	would be a pretty short hearing if it's only on a
	Page 41

1	record title interest. I and Colgate has plans
2	evidently to inspect these wells. I would request
3	that the hearing be set on December 1st, if that's
4	possible. I think it would be a short hearing.
5	HEARING EXAMINER: Okay. Mr. Gallegos?
6	MR. GALLEGOS: We disagree with that.
7	First of all, we seem to be accepting a
8	characterization of the interest of Hartman by
9	Ms. Hardy, which is incorrect, which we don't agree
10	with. They do have a operating rights interest.
11	We're talking about federal leases.
12	And we want a hearing on what you
13	always address in a pooling application. So yes, we
14	don't want some kind of shorttail hearing based on
15	Colgate's view of the case. We have a different view
16	and we're entitled to a hearing.
17	HEARING EXAMINER: Okay. Mr. Gallegos,
18	your client may disagree with how Colgate has
19	characterized their interest, but the reality is, for
20	this hearing, Colgate is stuck with what they applied
21	for. And they applied to pool the Hartmans as a
22	record title owner. Therefore they cannot pool the
23	Hartmans as whatever, an unleased mineral interest
24	owner, etcetera, under this proceeding. They would
25	need to have a new proceeding to do that.

1 So yes, this case only applies to the 2 status of the Hartmans as a record title owner. So T will have to agree with Ms. Hardy on that, but that's 3 also a real limitation on what Colqate is doing. 4 Ιf 5 it turns out the Hartmans own more than what Colgate 6 thinks, Colgate's going to have to come back again for another amendment. I mean, that is the status of the 7 8 situation here. 9 So let's set this then for December 15. I know I'm really going out on a limb because we 10 11 already have five contested hearings set for that 12 date, but what the heck? It's right before Christmas. 13 Any objections to December 15 for a contested hearing on this case? 14 15 MR. GALLEGOS: No objection on the part 16 of the Hartmans. 17 HEARING EXAMINER: Ms. Hardy? 18 MR. GALLEGOS: No objection, Mr. 19 Examiner, by Hartman. 20 HEARING EXAMINER: Thank you -- thank 21 vou. I'm trying for Ms. Hardy to respond here to 22 December 15th. 23 That's fine, Mr. Examiner. MS. HARDY: 24 Thank you. 25 Okay. HEARING EXAMINER: So with that, Page 43

Paul Baca Professional Court Reporters A Veritext Company

1 Case Numbers 23149 through 23156 will be set for a 2 contested hearing on December 15. MS. HARDY: Thank you. 3 4 HEARING EXAMINER: Thank you. 5 MR. GALLEGOS: Thank you. 6 HEARING EXAMINER: With that, we're at 7 Item 59 Case 22782, the continuing extensions for 8 Whiptail Midstream. 9 MR. SAVAGE: Good morning, Mr. Hearing Examiner and Mr. Technical Examiner. Darin Savage 10 11 with the Santa Fe Office of Abadie and Schill on 12 behalf of Whiptail Midstream. 13 HEARING EXAMINER: All right. Is there anyone here today on behalf of the Oil Conservation 14 15 Division? Hearing none, Mr. Savage, can you update us 16 on the status of this matter? 17 MR. SAVAGE: I believe I can, to an 18 extent. Ms. Luck [ph] has provided us with good 19 follow-up by e-mail and phone calls over the past 20 month letting us know the issues COCD is working 21 through, which is always appreciated. However, we 22 have not been informed of a final decision. So I was 23 going to let Ms. Luck speak to that. I can't speak to 24 that at this point. That's about as far as I can go 25 on the status.

1 HEARING EXAMINER: So we would probably 2 want to set this for another status conference. 3 MR. SAVAGE: I believe so; you know, we're waiting for a response, and we'd like to respond 4 5 to that. So I think another status conference would be in order. 6 7 HEARING EXAMINER: All right. How 8 about December 15? 9 MR. SAVAGE: That sounds appropriate, 10 thank you. 11 HEARING EXAMINER: All right. So with 12 that, Case 22782 will be set for a status conference on December 15. Thank you, Mr. Savage. 13 14 MR. SAVAGE: All right. Thank you. 15 HEARING EXAMINER: All right. Fifty-16 nine down. Let's have a hearing or two. We are now on Item 60, Case 23092, Crockett Operating? 17 18 MS. VANCE: Good morning, Mr. Hearing Examiner. Good morning, Mr. McClure. Paula Vance 19 20 with the Santa Fe office of Holland & Hart on behalf 21 of the applicant, Crockett Operating, LLC. 22 HEARING EXAMINER: Thank you. Are there any other interested persons here for Case 23 23092? 24 25 MR. ENGINEER: Good morning, Page 45

1	Mr. Examiner, Percy Engineer with Crockett Operating.
2	HEARING EXAMINER: Thank you, Mr.
3	Engineer. You really confused me being a landman
4	named Engineer but I'll try to deal with it.
5	So with that, Ms. Vance, please proceed
б	with your case.
7	MS. VANCE: Thank you, Mr. Hearing
8	Examiner. So in Case 23092, Crockett seeks to pool
9	uncommitted interest within the San Andres formation.
10	That's the Bronco San Andres pool and the Pool Code is
11	7500. And that's underlying a standard 480-acre more
12	or less horizontal well spacing unit comprised of the
13	W/2 of Section 31 and the SW/4 of Section 30, Township
14	13 South, and Range 38 East, NMPM, Lea County, New
15	Mexico. Crockett seeks to dedicate the spacing unit
16	to the proposed Ackbar 30 31 A Fee Number 1H well.
17	In this case, we have provided the
18	compulsory pooling checklist, as well as self-affirmed
19	statement of landman, Percy Engineer, and geologist,
20	Zachary Koehler [ph].
21	Mr. Engineer previously testified
22	before the Division one time but that was some years
23	ago. And Mr. Koehler [ph] has not previously
24	testified before the Division. Therefore, we've
25	provided resumes for both Mr. Engineer, which is

1	Exhibit C-2 or Sub Exhibit C-2 in his part of the
2	packet and Mr. Koehler's [ph] is Sub Exhibit D-1 in
3	his portion of the hearing packet.
4	Their resumes demonstrate that their
5	background, qualifications, and educational experience
6	or demonstrates their background qualifications and
7	educational experience in their respective fields.
8	And just to give a brief summary, Mr.
9	Engineer is an Army veteran. He has degrees in
10	operational management and strategic management. He
11	has over 14 years' of experience working as a landman
12	and in oil and gas operations. He's currently the
13	president of Eight Energy, Inc. in which he manages
14	land projects in West Texas and Southeast New Mexico.
15	He's also a consultant land manager for Crockett and
16	one of its affiliate entities, GO Basic Engineer
17	Energy One, LLC. Sorry about that.
18	And Mr. Koehler [ph] has a degree in
19	geology and over 11 years of experience working as a
20	geologist. He is currently president and senior
21	geologist at OSV Geological. I'm not sure if I said
22	that right, but he's the president and senior
23	geologist there in is contracted to Crockett.
24	Based on their background,
25	qualifications, and educational experience, I would
	Page 47
	rage 47

1 tender Mr. Engineer as an expert in land matters and 2 Mr. Koehler [ph] as an expert in geology matters and ask that their credentials be accepted as a matter of 3 record before the Division. 4 5 HEARING EXAMINER: They are so accepted 6 as expert witnesses. 7 MS. VANCE: Thank you, Mr. Brancard. 8 Mr. Engineer's Self-Affirmed Statement is Exhibit C, which includes Sub Exhibit C-1. It's a letter from 9 10 Vadar -- from Vadar's CEO which explains the 11 relationship -- working relationship between Crockett 12 and the parent company, Vadar. C-2 is Mr. Engineer's 13 resume; C-3 is the C-102; C-4 is the land track map and ownership breakdown; C-5 is the sample well 14 15 proposal letter and AFE; and C-6 is a chronology of 16 contacts. 17 This is followed by Mr. Koehler's [ph] Self-Affirmed Statement which is Exhibit D. 18 Ιt includes Sub Exhibits D-1, that's Mr. Keller's resume; 19 20 D-2 a locator map; D-3 a Sub-C structure map; D-4 21 cross-section map; and D-5 a stratigraphic cross-22 section. 23 In these cases, Mr. Koehler [ph] did 24 not observe any faulting, pinch outs, or other 25 geologic impediments to the horizontal drilling of Page 48

1 these wells. 2 And then lastly, is Exhibit E, a Self-Affirmed Statement of Notice with sample letters that 3 were timely mailed on October 14, 2022. And Exhibit 4 F, the Affidavit of Notice of Publication, which was 5 timely published on October 18, 2022. 6 7 And unless there are any questions, I 8 would ask that all exhibits and sub-exhibits be admitted into the record and that Case 23092 be taken 9 10 under advisement by the Division at this time. 11 (Exhibits A through F were marked for 12 identification.) 13 HEARING EXAMINER: Thank you. Mr. McClure, any questions? 14 15 MR. MCCLURE: I have no questions, 16 Mr. Brancard. 17 HEARING EXAMINER: And I don't believe 18 I have any questions either. 19 MS. VANCE: Excellent. 20 HEARING EXAMINER: So with that, are 21 there any other interested persons for Case 23092? Hearing none, the exhibits in this case will be 22 23 admitted into the record and Case 23092 will be taken 24 under advisement. 25 11 Page 49

,	
1	(Exhibits A through F were admitted
2	into evidence.)
3	With that, we're on Item 61. This is
4	Case 23096, Crockett Operating?
5	MS. VANCE: Good morning, again,
6	Mr. Hearing Examiner and Mr. McClure. Paula Vance
7	with the Santa Fe Office of Holland & Hart on behalf
8	of the applicant, Crockett Operating, LLC.
9	HEARING EXAMINER: Thank you. Are
10	there any other interested persons for Case 23096?
11	Hearing none, you may proceed, Ms. Vance.
12	MS. VANCE: Thank you, Mr. Hearing
13	Examiner.
14	So in Case 23096, Crockett seeks to
15	pool uncommitted interest within the San Andres
16	formation. The pool is Bronco San Andres South Pool
17	and the pool code is 7500.
18	This is underlying a standard 480-acre
19	more or less horizontal well spacing unit comprised of
20	the W/2 of Section 19 and the NW/4 of Section 30,
21	Township 13 South, Range 38 East, Lea County, New
22	Mexico. Crockett seeks to dedicate this spacing unit
23	to the proposed Anakin 30 19 A Fee Number 1H well.
24	In this case, we have provided the
25	compulsory pooling checklist as well as the Self-
	Page 50

1 Affirmed Statement of Landman, Percy Engineer, and 2 geologist, Zachary Koehler [ph], both of whom now have had their credentials accepted as a matter of record. 3 Mr. Engineer's Self-Affirmed Statement 4 5 is Exhibit C, which includes Sub Exhibits C-1, again, 6 similar to the previous case, a letter from Vadar CEO 7 that outlines the relationship between the parent 8 company, Vadar, and operator Crockett. 9 That's followed by C-2, which is Mr. Engineer's resume; C-3 C-102; C-4 a land track map 10 11 and ownership breakdown; C-5 a sample well letter and 12 AFE; and C-6 a chronology of contacts. 13 This is followed by Mr. Koehler's [ph] Self-Affirmed Statement, which is Exhibit D and 14 15 includes Sub Exhibits D-1, Mr. Koehler's resume; D-2 16 the locator map; D-3 a Sub-C structure map; D-4 cross-17 section map; and D-5 the stratigraphic cross-section. In these cases, Mr. Koehler did not 18 19 observe any faulting, pinch outs, or other geologic 20 impediments to the horizontal drilling of these wells. 21 And lastly, is Exhibit E, a Self-22 Affirmed Statement of Notice with sample letters that 23 were timely mailed on October 14, 2022. And Exhibit F, the Affidavit of Notice 24 of Publication, which was timely published on 25 Page 51

> Paul Baca Professional Court Reporters A Veritext Company

1	October 18, 2022.
2	And unless there are any questions, I
3	would ask that all exhibits and sub-exhibits be
4	accepted into the record and that Case 23092 be taken
5	under advisement by the Division at this time.
6	(Exhibits A through F were marked for
7	identification.)
8	HEARING EXAMINER: Thank you. Mr.
9	McClure, questions?
10	MR. MCCLURE: No questions, Mr.
11	Brancard.
12	HEARING EXAMINER: Thank you. Ms.
13	Vance, you've referred to the proposed Anakin well
14	here in this case. My emphasis is on the word
15	"proposed" because in the letter that Mr. Engineer
16	sent out with the well proposal, it indicates that
17	this well has already been drilled to depth. Is that
18	correct?
19	MS. VANCE: It's been drilled and
20	that's all. And we kept the word proposed in there
21	just because, you know, we're still waiting, you know,
22	on getting the Compulsory Pooling Order and have yet
23	to finish it, so still currently in the process.
24	HEARING EXAMINER: So drilled but not
25	completed?
	Page 52

1	MS. VANCE: That's correct.
2	HEARING EXAMINER: Thank you. And
3	just, you know, don't want to hold you up as an
4	example here, but I will. And so, in your packet, the
5	letter from your law firm sending notice out of this
6	meeting sorry, this hearing is one example, just
7	one example of letters sent out in packets today that
8	have both a correct and incorrect website address in
9	the same letter. So just saying, it's an example.
10	MS. VANCE: Yes, and we did actually
11	we updated our letters after I I think I reached
12	out to both yourself and Marlene, but we had sent
13	these letters out prior to getting those updated
14	e-mails. So it has been corrected and all of our
15	letters going out moving forward.
16	HEARING EXAMINER: Thank you. And I'm
17	just using you as an example because you're the first
18	case up. There's plenty more examples following.
19	MS. VANCE: I have no problem; I have
20	thick skin. Thank you, Mr. Hearing Examiner.
21	HEARING EXAMINER: Thank you. All
22	right. Are there any other interested persons for
23	Case 23096? Hearing none, the exhibits will be
24	admitted into the record and Case 23096 will be taken
25	under advisement.

1 (Exhibits A through F were admitted 2 into evidence.) 3 MS. VANCE: Thank you, Mr. Hearing 4 Examiner; thank you, Mr. McClure. 5 HEARING EXAMINER: Thank you. With 6 that, we are on Item 62, Case 23046, Spur Energy 7 Partners? 8 MS. MCLEAN: Good Morning. Jackie 9 McLean on behalf of Spur Energy Partners. 10 HEARING EXAMINER: Thank you. We have 11 an entry of appearance from Apache Corporation? 12 MS. MCLEAN: Mr. Hearing Examiner, I 13 believe that Apache has withdrawn their appearance in 14 this case. 15 HEARING EXAMINER: Okav. 16 MS. BENNETT: This is Deana Bennett on 17 behalf of Apache. I'm not sure if we have withdrawn but I do know that we don't object to the case moving 18 forward by affidavit. 19 20 HEARING EXAMINER: Thank you. That's 21 all I needed to know. Any other interested persons 22 then for Case 23046? Hearing none, Spur may proceed. 23 MS. MCLEAN: Thank you. In Case Number 24 23046, Spur seeks to pool all uncommitted interest in 25 the Yeso formation underlying a 320-acres standard Page 54

1	horizontal spacing unit comprised of the S/2 $N/2$ and
2	N/2 S/2 of Section 21, Township 19 South, Range 25
3	East in Eddy County, New Mexico.
4	And this spacing unit will be dedicated
5	to the Alto Amm 21 Number 10H, 11H, 20H, 50H, 60H, and
6	70H wells.
7	The Alto Amm 21 Number 10H, 20H, and
8	60H wells will be drilled from surface hole locations
9	in the SW/4, NW/4 Unit E of Section 22 to bottom hole
10	location in the SW/4 NW/4 Unit E of Section 21.
11	And the Alto Amm 21 Number 11H, 50H,
12	70H wells will be drilled from surface hole location
13	in the SW/4 NW/4 Unit L of Section 22 to bottom hole
14	location in the NW/4 SW/4 Unit L of Section 21.
15	And this is a proximity track spacing
16	unit with a completed interval of the Alto Amm 21
17	Number 20 H well located within 330 feet of the $4/4$
18	section line separating the S/2 N/2 and N/2 S/2 of
19	Section 22 to allow for the creation of the 320-acre
20	spacing unit.
21	The exhibit packets that we submitted
22	to the Division for Case Number 23046 contain Exhibit
23	A, which is the land professional's testimony and
24	related land exhibits, the plat of tract, ownership
25	interests, hold parties, a well proposal letter, and a

1	summary of communication.
2	Then we have Exhibit B, geology
3	testimony, which includes a location map, structure
4	map, gun barrel diagram, and a structural cross-
5	section of the intervals of interest.
6	Exhibit C, notice testimony, which sets
7	out when the notice letter of this hearing and
8	application were sent out to the parties to be pooled.
9	As well as Exhibit C-4, which shows that we timely
10	published notice of this hearing.
11	We also filed supplemental exhibits in
12	this case on October 4th because this case was
13	supposed to be heard last month and, with the Apache
14	issue, it was continued. So we filed supplemental
15	exhibits that include an updated plat of tracts, a
16	tract of ownership pooled parties, an updated notice
17	chart to all interested parties, and then updated
18	we have received more certified mail receipts.
19	And with that, I ask that Exhibits A,
20	B, and C as well as the supplemental exhibits, be
21	admitted into the record in Case Number 230946 and
22	that the case be taken under advisement.
23	(Exhibits A through C were marked for
24	identification.)
25	HEARING EXAMINER: Thank you. Mr.
	Page 56

Paul Baca Professional Court Reporters A Veritext Company

1 McClure, any questions? 2 MR. MCCLURE: Yes. So just to confirm, 3 public notice was conducted then back in September; 4 correct? 5 MS. MCLEAN: That is correct. It was 6 done -- let me just double-check here and give you the 7 date -- on September 11, 2022. 8 MR. MCCLURE: Okay. Thank you. That 9 was the only question I had, Mr. Brancard. 10 MS. MCLEAN: Thank you. 11 HEARING EXAMINER: Thank you. I would 12 just note that thanks for submitting the updated 13 exhibits. That's very helpful. What you didn't 14 update was your checklist, which still has the old 15 hearing date on it. 16 MS. MCLEAN: Oh, I did not. Yes, 17 you're -- make sure. Yes, you're correct. We can submit an updated checklist. 18 19 HEARING EXAMINER: Okay. That's all I 20 have. And as I said earlier, there's a deadline. 21 Within two weeks, you have to submit this changed 22 checklist. 23 MS. MCLEAN: We will do that. Thank 24 you, Mr. Examiner. 25 HEARING EXAMINER: Thank you. Are Page 57

1 there any other interested persons then for Case 2 Hearing none, the exhibits, including the 23046? supplemental exhibits will be admitted into the 3 The case will be taken under advisement. 4 record. The 5 record left open for a corrected checklist to be submitted within two weeks. 6 (Exhibits A through C were admitted 7 8 into evidence.) 9 With that, we are on Item Number 63 Case 23093, Colgate Operating? 10 11 MS. HARDY: Mr. Examiner, Dana Hardy 12 with Hinkle Shanor on behalf of Colgate Operating. 13 HEARING EXAMINER: Thank you. Are 14 there any other interested persons for Case 23093? 15 Hearing none, Ms. Hardy, you may proceed. 16 MS. HARDY: Thank you. 17 HEARING EXAMINER: Please speak sort of 18 slowly and clearly. Your mic is not picking up great today. 19 20 MS. HARDY: Okay. Thank you. Colqate 21 -- virtual connectivity interruption -- uncommitted 22 interest from the top of the Third Bone Spring to the 23 base of the Bone Spring Formation underlying a 160-24 acre standard horizontal spacing unit comprised of the 25 N/2 of the S/2 of Section 13, Township 20 South, Range

1	28 East, in Eddy County. That unit will be dedicated
2	to the Wombat 13 Federal Com 133H well.
3	And due to an ownership depth
4	severance, Colgate seeks to pool interest from the
5	stratigraphic equivalent of approximately 7,900 TVD to
6	approximately 8,966 TVD.
7	Our exhibits include the affidavits of
8	landman Travis Matcha and geologist David Dageon [ph].
9	Mr. Matcha provides the standard land
10	exhibits. The plat of tracts, ownership interests,
11	and pooled parties are shown in Exhibit A-3.
12	Mr. Dageon [ph] provides a location
13	map, cross-section map, structure map, structural and
14	stratigraphic cross-sections, and a gun barrel
15	diagram.
16	My notice affidavit is Exhibit C. It
17	includes a chart of the address and certified mail
18	receipts. We do have receipts from all but one owner
19	and that is Jennings Production. And as shown on
20	Mr. Matcha's Exhibit A-5, that party has assigned its
21	interest to Colgate.
22	So with that, unless there are
23	questions, I would ask that the exhibits be admitted,
24	and that the case be taken under advisement.
25	//

1	(Exhibits A through C were marked for
2	identification.)
3	HEARING EXAMINER: Thank you. Mr.
4	McClure?
5	MR. MCCLURE: I have no questions,
6	Mr. Brancard.
7	HEARING EXAMINER: Okay. Ms. Hardy,
8	let's look at your checklist for this case.
9	MS. HARDY: Okay.
10	HEARING EXAMINER: And as I've said,
11	and I, you know, I hate to repeat this, but the
12	checklist gets attached to the order so it's real
13	important. And the order relies on the checklist for
14	certain things like the description of the spacing
15	unit. So in this case I'm looking at where it says,
16	"depth severance".
17	MS. HARDY: Yes.
18	HEARING EXAMINER: And you're simply
19	referring to an exhibit to describe the depth
20	severance. That's, you know, we need a description of
21	the depth severance in the checklist.
22	MS. HARDY: Okay. I'll provide that.
23	HEARING EXAMINER: So, I mean, the
24	sentence that's in the exhibit, I mean, sorry, that's
25	in your notice is fine, that one sentence. It doesn't
	Page 60

1 have to be elaborate, but it needs a, you know, I 2 mean, the details can be provided further in -- I mean 3 the supporting details can be provided in the exhibit, but the actual description of the depth severance 4 5 should be in the checklist. 6 MS. HARDY: Sure. I'll include that 7 and submit another checklist. Thank you. 8 HEARING EXAMINER: Okay. With that, 9 are there any other interested persons then for Case Hearing none, the exhibits, in this case, will 10 23093? 11 be admitted into the record. The case will be taken 12 under advisement. And the record left open for 13 revised checklist to be submitted within two weeks. 14 (Exhibits A through C were admitted 15 into evidence.) 16 MS. HARDY: Thank you. 17 HEARING EXAMINER: Thank you. With 18 that, we are on Item 64, Case 23094, Spur Energy 19 Partners? 20 MS. HARDY: Mr. Examiner, Dana Hardy on 21 behalf of Spur Energy Partners. 22 HEARING EXAMINER: Are there any other interested persons for Case 23094? 23 24 MR. HOLLIDAY: Mr. Examiner, this is 25 Benjamin Holliday on behalf of Silverback II Page 61

1 Operating. 2 HEARING EXAMINER: Okay. Mr. Holliday, 3 does Silverback object to this case going forward by affidavit? 4 5 MR. HOLLIDAY: We actually, late 6 yesterday evening, filed a mutual continuance in this 7 The parties are attempting to negotiate a JOA case. 8 and just aren't there quite yet. 9 HEARING EXAMINER: You're correct. Т 10 have this on one piece of paper but not on another so 11 we have a Motion to Continue in this case. What are 12 we continuing this case to, Ms. Hardy? 13 MS. HARDY: Mr. Examiner, we would request the November 17th docket. I think at that 14 15 point, we should be able to present the case by 16 affidavit. 17 HEARING EXAMINER: Is that okay with 18 you, Mr. Holliday? 19 MR. HOLLIDAY: Yes, it is. 20 HEARING EXAMINER: All right. So with 21 that, Case 23094 will be continued to November 17. 22 And you've already filed the continuance; correct? 23 MS. HARDY: That's correct. 24 HEARING EXAMINER: Thank you. All 25 right. Thank you.

1 With that, we're on Item 65, Case 23095 2 Steward Energy? MS. MCLEAN: Hello, again, Mr. 3 Jackie McLean with Hinkle Shanor on behalf 4 Examiner. 5 of Steward Energy. 6 HEARING EXAMINER: Thank you. Are 7 there any other interested persons for Case 23095? 8 Hearing none, Ms. McLean, you may proceed. 9 MS. MCLEAN: Thank you. In Case Number 23095 Steward is seeking to pool additional 10 11 uncommitted interests under the terms of Division 12 Order Number R-22192, which was entered in Case Number 13 22734 on July 25, 2022. And Order Number R-22192 pooled all 14 15 uncommitted interests in the San Andres formation 16 underlying a standard horizontal spacing unit 17 comprised of the W/2 E/2 and lots 1, 2, 3, and 4 of irregular Section 14, Township 13 South, Range 28 18 East, in Lea County, New Mexico. And the Order 19 20 designated Steward as the operator of the unit and --21 Ms. Mclean, I'm HEARING EXAMINER: 22 going to have to stop you here. 23 MS. HARDY: Yes. 24 HEARING EXAMINER: Because there's a 25 serious problem in what you've just described and Page 63

1 there's a serious problem in the entire application. 2 MS. HARDY: Okay. 3 HEARING EXAMINER: It's not Range 13 4 South -- Range 28 East. It's Range 38 East. Range 28 5 East would put you in Eddy County; you're off by about 60 miles. 6 7 MS. HARDY: I see that. Wow, okay. 8 HEARING EXAMINER: And so, because this 9 mistake is -- I found it. It's in the application, it's in the notice, it's in the publication. We're 10 11 just going to have to dismiss this case and you really 12 just need to start over. 13 MS. HARDY: I understand. 14 HEARING EXAMINER: I should have 15 stopped you before you got going. 16 MS. HARDY: It's okay. 17 HEARING EXAMINER: All right. 18 MS. HARDY: Okay. We will -- do you 19 want us to file a dismissal, or will you dismiss the 20 case? 21 HEARING EXAMINER: Oh, we can just 22 dismiss it. 23 MS. HARDY: Okay. All right. We will refile. 24 25 HEARING EXAMINER: Thank you. Page 64

1	MS. HARDY: Thank you.
2	HEARING EXAMINER: With that, we are on
3	Item 66, Case 23099, Steward Energy?
4	MS. HARDY: Mr. Examiner, Dana Hardy on
5	behalf of Steward Energy.
6	HEARING EXAMINER: All right. Are
7	there any other interested persons for Case 23099?
8	Hearing none, Ms. Hardy, you may proceed.
9	MS. HARDY: Thank you. In this case,
10	Steward seeks and order pooling all uncommitted
11	interests in the San Andres Formation underlying a
12	320-acre standard horizontal spacing unit comprised of
13	the W/2 of Section 28, Township 13 South, Range 38
14	East in Lea County and proposes to dedicate the unit
15	to the Winnebago Fee 5H well. This is a proximity
16	tract unit.
17	Our exhibits include the affidavits of
18	landman Taylor Warren and geologist Shane Field.
19	Mr. Warren provides the standard land
20	exhibits; the plat of tracts, ownership interests, and
21	pooled parties are shown are Exhibit A-3.
22	Mr. Field provides a location map,
23	structure map, cross-section, and gun barrel diagram.
24	My notice affidavit is Exhibit C. It
25	includes a chart of the addresses and certified mail
	Page 65
	rage 05

1	receipts. Several of the notices were undeliverable
2	but we did send to multiple addresses and sent several
3	of those and we also timely published notice.
4	(Exhibits A through C were marked for
5	identification.)
6	So with that, I would request that the
7	exhibits be admitted and that the case be taken under
8	advisement.
9	HEARING EXAMINER: Thank you. Mr.
10	McClure?
11	MR. MCCLURE: Yes, Mr. Brancard, I do
12	have some questions. Well, a question I guess, on
13	this case.
14	Ms. Hardy, on your Exhibit A-3, I'm
15	assuming it's a typo for your Tract A where it has
16	your committed working interest owners as totaled to
17	85.9 percent. I guess, can you confirm that for me?
18	MS. HARDY: On which tract?
19	MR. MCCLURE: On Tract A.
20	MS. HARDY: It looks like it should add
21	up to more than 85 percent.
22	MR. MCCLURE: Yeah, well 65 plus 30,
23	you know, would be 95. And then, in addition to that,
24	you don't have any uncommitted interest owners shown.
25	So the presumption would be your committed interest
	Page 66
	rage 00

1 owners equal that 100. 2 MS. HARDY: Yes, I think that's right, Mr. McClure. 3 4 MR. MCCLURE: Okay. So there are -- it 5 is accurate that there are no uncommitted interest 6 owners and that the committed interest owners is 100 7 percent then? 8 MS. HARDY: In that tract, that's 9 correct. 10 MR. MCCLURE: Okay. Yeah, so excuse 11 Yes, I meant Tract A. Yup, that's what I was me. 12 referring to. 13 MS. HARDY: Yeah. 14 MR. MCCLURE: Thank you, Ms. Hardy. 15 Thank you, Mr. Brancard, that was my only question. 16 MS. HARDY: Thank you. 17 HEARING EXAMINER: Ms. Hardy, there's a fair number of unlocatable parties here. And I know 18 19 your Exhibit A-5 is a chronology of contacts 20 locatable, which is normally what we have -- we ask of 21 you to do. I'm just wondering if you could give us a 22 little more detail on what efforts were made to find 23 the unlocatable parties? I got a sense from some of 24 your exhibits that there were considerable efforts 25 made. Maybe if you could add that to Exhibit A-5 just

,	
1	so we have it in one place?
2	MS. HARDY: Sure.
3	HEARING EXAMINER: In case anybody ever
4	comes back again and questions, you know, why didn't
5	you find me?
6	MS. HARDY: Right. Okay. Sure, I'll
7	be happy to submit an updated a more detailed
8	Exhibit A-5 on that issue.
9	HEARING EXAMINER: Okay. So again, are
10	there any other interested parties in Case 23099?
11	Okay. So that was, Mr. McClure, that was Exhibit A-2.
12	Is that correct?
13	MR. MCCLURE: Exhibit A-3, I believe,
14	Mr. Brancard.
15	HEARING EXAMINER: Okay.
16	MR. MCCLURE: Yep, A-3.
17	HEARING EXAMINER: So if we could then
18	accept the exhibits into to the record. This case is
19	taken under advisement and the record left open for
20	revisions to Exhibit A-3 and Exhibit A-5.
21	(Exhibits A through C were admitted
22	into evidence.)
23	MS. HARDY: Thank you.
24	HEARING EXAMINER: Again, two-week
25	deadline.
	Page 68

1 MS. HARDY: Thank you. 2 HEARING EXAMINER: All right. With 3 that, we're on Item 67, Case 23100, Spur Energy 4 Partners. 5 MS. MCLEAN: Hello, aqain. Jackie McLean with Hinkle Shanor on behalf of Spur Energy 6 7 Partners. 8 HEARING EXAMINER: Thank you. Are 9 there any other interested persons for Case 23100? 10 Hearing none, you may proceed, Ms. McLean. 11 MS. MCLEAN: Thank you. Before I 12 proceed, is there anything in this -- I just wanted 13 to --14 HEARING EXAMINER: You may go forward 15 and take your risk here. 16 MS. MCLEAN: Okay. Thank you, 17 Mr. Hearing Examiner. In Case 23100, Spur seeks to pool all 18 uncommitted interests within the Yeso formation 19 20 underlying a 160-acre standard horizontal spacing unit 21 comprised of the W/2 W/2 of Section 23, Township 17 22 South, Range 27 [sic] East in Eddy County, New Mexico. 23 Basing unit will be dedicated to the 24 Sierra Nevada 23 State Com 10H and 60H wells, which 25 will be horizontally drilled from surface hole Page 69

,	
1	locations in the NE/4 NW/4 Unit C of Section 23 to
2	bottom hole locations in the SW/4 SW/4 Unit M of
3	Section 23.
4	And the exhibit package submitted to
5	the Division for Case Number 23100 contains the
6	Exhibit A, land professional's testimony and related
7	exhibits, including the plat of tracts, ownership
8	interests, pooled parties, a well proposal letter, and
9	summary of communications. And there were no
10	unlocatable parties in this one.
11	Exhibit B, geology testimony, which
12	includes a location map, structure map, gun barrel
13	diagram, and a structural cross-section of the
14	interval interests.
15	And then Exhibit C is a notice
16	testimony, which sets out when the notice letter of
17	this hearing and application were sent to the parties
18	to be pooled.
19	We also timely published notice of this
20	hearing. And I just wanted to state that the only
21	returned mail that we received for this was an
22	overriding royalty interest. Every other person
23	received notice of the hearing.
24	And with that, I ask that Exhibits A,
25	B, and C be admitted into the record in Case 23100 and
	Page 70
	rage /0

1 the case be taken under advisement. 2 (Exhibits A through C were marked for 3 identification.) 4 HEARING EXAMINER: Thank you. Mr. 5 McClure, questions? 6 MR. MCCLURE: Yes, Mr. Brancard. Ms. 7 McLean, hopefully, I'm pronouncing your last name 8 correct. Is that correct? 9 MS. MCLEAN: McLean, but close. 10 MR. MCCLURE: McLean. 11 MS. MCLEAN: McLean" deluxe, like at 12 McDonald's, you know. 13 I noticed in your MR. MCCLURE: 14 structure map it looks like this well is standup 15 wherein there are surrounding lay-down wells and lay-16 down orientation. I quess, do we have any explanation 17 as to the reason that Spur feels this will be more 18 productive, I quess, to go in standup orientation? 19 MS. MCLEAN: I believe in the geology 20 testimony, at Paragraph 8, he states that -- the 21 geologist states that the standup orientation is more 22 appropriate to properly develop this acreage. And it 23 will avoid interference with the offsetting Spur 24 operated other stand-up wells that are in that same 25 area.

1	So I believe that was the explanation,
2	but if you would like more, we can certainly
3	supplement that.
4	MR. MCCLURE: Not necessarily. I was
5	going to say, what it looks like here, I guess, is in
6	that paragraph you cite is he's stating that there is
7	no preferred orientation. So essentially, it was
8	decided, based upon ownership reasons, then was the
9	reason for the orientation. Is that kind of your
10	understanding then?
11	MS. MCLEAN: I believe so. I think
12	just because of the other ones.
13	MR. MCCLURE: Mm-hmm. Okay. Thank
14	you. I have no other questions. Thank you.
15	MS. MCLEAN: Thank you.
16	HEARING EXAMINER: Thank you. Once
17	again, are there any other interested persons for Case
18	23100? Hearing none, the exhibits will be admitted
19	into the record and Case 23100 will be taken under
20	advisement. Thank you.
21	(Exhibits A through C were admitted
22	into evidence.)
23	MS. MCLEAN: Thank you.
24	HEARING EXAMINER: Okay. With that, we
25	are on Items 68, 69, and 70. These are cases 23102,
	Page 72

1	23103, 23104, V-F Petroleum.
2	MS. MCLEAN: Yes, Jackie McLean with
3	Hinkle Shanor on behalf of V-F Petroleum, Inc.
4	HEARING EXAMINER: Okay. And we have
5	an entry appearance, COG Operating, Conoco Phillips?
6	MS. MUNDS-DRY: Good morning,
7	Mr. Hearing Examiner, Ocean Munds-Dry for COG
8	Operating, LLC, and ConocoPhillips.
9	HEARING EXAMINER: Thank you. Ms.
10	Munds-Dry, does COG, Conoco object to this case going
11	ahead by affidavit?
12	MS. MUNDS-DRY: We do not; thank you.
13	HEARING EXAMINER: Thank you. With
14	that, you may proceed, Ms. McLean.
15	MS. MCLEAN: Thank you. V-F has
16	consolidated Case Numbers 23102, 23103, and 23104,
17	which seek to pool all uncommitted interests within
18	the Bone Spring Formation underlying a 240-acre, more
19	or less standard horizontal spacing unit comprised of
20	the E/2 SE/4 of Section 29 and the E/2 E/2 of Section
21	32, in Township 21 South, Range 35 East.
22	Specifically, in Case Number 23102, V-F
23	is seeking to pool all uncommitted interests in the
24	Bone Spring Formation underlying a 240-acre standard
25	horizontal spacing unit comprised of the E/2 SE/4 of
	Page 73

1	Section 29, and the $E/2 E/2$ of Section 32. And
2	dedicate the unit to the Cache River 29 32 State Com
3	Number 104H, 204H, and 304H wells.
4	In Case Number 23103, V-F seeks to pool
5	uncommitted interests within the Bone Spring Formation
6	underlying a 240-acre, standard horizontal spacing
7	unit comprised of the $E/2$ SW/4 of Section 29, and the
8	E/2 W/2 of Section 32. And dedicate this unit to the
9	Cache River 29 32 State Com Number 102H, 202H, and
10	302H wells.
11	And then in Case Number 23104, V-F is
12	seeking to pool the uncommitted interests within the
13	Bone Spring Formation underlying a 240-acre, standard
14	horizontal spacing unit comprised of the W/2 SW/4 of
15	Section 29 in the W/2 W/2 of Section 32. And dedicate
16	the unit to the Cache River 29 32 State Com Number
17	101H, 201H, and 301H wells.
18	And the exhibit packet that we
19	submitted to the Division for Case Numbers 23102,
20	23103, and 23104 all contain land professional's
21	testimony, which include a plat of tracts, ownership
22	interests, pooled parties, well proposal letters, and
23	a summary of communications.
24	Exhibit B, geology testimony, which
25	includes a location map, first, second, and third Bone
	Page 74

1 Spring structure maps, stratigraphic cross-sections of 2 the intervals of interest. And then Exhibit C, notice testimony, 3 which sets out when the notice letter of this hearing 4 5 and application were sent to the parties to be pooled, 6 as well as publication notice of this hearing which is 7 Exhibit C-4. 8 And with that, I ask that Exhibits A, 9 B, and C be admitted into the record in Case Numbers 23102, 23103, and 23104 and that the cases be taken 10 11 under advisement. 12 (Exhibits A through C were marked for 13 identification.) 14 HEARING EXAMINER: Thank you. Mr. 15 McClure, questions? 16 MR. MCCLURE: Yes, Mr. Brancard. Ms. 17 McLean, on the acreage that is in the middle of this 18 acreage, I quess, what I'm referring to is the W/2 of the SE/4 of 29 and the W/2 of the E/2 of Section 32, 19 20 do you know what the plan is for this acreage? 21 MS. MCLEAN: I do not, but I can ask 22 the client what the plan is and provide you with that 23 information. 24 MR. MCCLURE: Do you know if V-F owns 25 that interest or do you know what the status of that Page 75

1	interest is in that tract?
2	MS. MCLEAN: I think that V-F does own
3	it and likely is planning to development develop it
4	but I do believe that V-F owns interest in that
5	acreage.
6	MR. MCCLURE: The majority of the
7	interest, or I suppose you probably don't know that
8	off the top of your head?
9	MS. MCLEAN: I don't know the amount
10	off the top of my head, but I do know that they own an
11	interest. Would you like me to provide more specifics
12	on that? I believe they do plan on developing it, but
13	I'm, you know, not 100 percent sure exactly what the
14	plan is.
15	MR. MCCLURE: Yeah, my only concern, I
16	guess, is if we are going to end up with stranded
17	acreage, I guess, surrounded by these wells just to
18	make sure it is going to, you know, actually end up
19	getting produced.
20	MS. MCLEAN: I do not believe that it
21	will be stranded.
22	MR. MCCLURE: I have no other
23	questions, Mr. Brancard. I'll leave it up to your
24	discretion whether you think that we want them to
25	actually submit us anything towards this though or
	Page 76

1 just take our verbal testimony here. 2 HEARING EXAMINER: Thank you. Ms. 3 Munds-Dry, are you still on the call? 4 MS. MUNDS-DRY: I'm here. 5 HEARING EXAMINER: Do you have any idea 6 if COG has any plans for that acreage? 7 MS. MUNDS-DRY: No, I don't. 8 HEARING EXAMINER: It seems to be a larger percentage owner than V-F, actually. 9 10 MS. MUNDS-DRY: No, I don't. All I 11 know for this area is that we have signed the JOA with 12 V-F in this particular acreage. 13 HEARING EXAMINER: Okay. Yes; so Ms. 14 McLean, if you could provide us with information about 15 the status of the W/2 of the E/2, essentially, of 16 Section 32, and then up into Section 29. The missing 17 240-acres. 18 MS. MCLEAN: We can do that, Mr. Examiner. 19 20 HEARING EXAMINER: With that, are there 21 any other persons with comments on Cases 23102, 103, 22 104? Hearing none, the exhibits will be admitted into 23 the record. Cases will be taken under advisement, and 24 we'll be awaiting submittal of information on the 25 240-acre parcel in between these three parcels.

1 Again, please have that within two weeks. 2 (Exhibits A through C were admitted 3 into evidence.) MS. MCLEAN: We will do that. Thank 4 5 you. 6 HEARING EXAMINER: Okay. With that, 7 let me just check in with our court reporter, Ms. 8 Fulton. Are you doing okay? 9 THE REPORTER: I'm doing fine. 10 HEARING EXAMINER: All right. Well, 11 let's keep going then a little bit here. 12 With that, we are on Items 71 through 13 74. These will be Cases 23107, 23108, 23109, 23110; Colgate Operating? 14 15 MS. MCLEAN: Me again, Mr. Examiner. 16 Jackie McLean, with Hinkle Shanor, on behalf of 17 Colgate Operating. HEARING EXAMINER: 18 Thank you. Are 19 there any other interested persons for Cases 23107, 20 108, 109, 110? 21 Hearing none, first, Ms. McLean, you 22 want to do these Bone Spring cases first and then the 23 Wolfcamp cases. Is that what you would like to do? 24 MS. MCLEAN: Yes, that's the plan, Mr. Examiner. 25 Page 78

1	HEARING EXAMINER: Okay. So please
2	proceed with these four cases then.
3	MS. MCLEAN: Thank you. Colgate has
4	consolidated Case Numbers 23107 to 23110, which seeks
5	to pool uncommitted interests within the Bone Spring
6	Formation in Sections 16 and 17 of Township 20 South,
7	Range 28 east, in Eddy County, New Mexico.
8	In Case Number 23107, Colgate is
9	seeking to pool all uncommitted interests in the Bone
10	Spring Formation underlying a 320-acre, more or less,
11	standard horizontal spacing unit comprised of the $N/2$
12	N/2 of Sections 16 and 17 and plans to dedicate the
13	spacing unit to the Dingo 17 Federal Com 121H and 131H
14	wells.
15	In Case Number 23108, Colgate is
16	seeking to pool all uncommitted interests, again, in
17	the Bone Spring Formation, underlying a 320-acre
18	standard horizontal spacing unit comprised of the $N/2$
19	S/2 of Sections 16 and 17 and dedicate the spacing
20	unit to the Dingo 17 Federal Com 123H and 133H wells.
21	Then we have Case Number 23110, which
22	we seek to pool all uncommitted interests in the Bone
23	Spring Formation underlying a 320-acre standard
24	horizontal spacing unit comprised of the S/2 S/2 of
25	Section 16 and 17 and dedicate the spacing unit to the

1	Dingo 17 Federal Com 124H and 134H wells.
2	And then finally, Case Number 23109
3	involves an overlapping spacing unit, which is
4	comprised of the S/2 N/2 of Sections 16 and 17. And
5	in this overlapping spacing unit, Colgate seeks to
6	pool all uncommitted interests from the top of the
7	third Bone Spring Formation to the base of the Bone
8	Spring Formation underlying the overlapping spacing
9	unit and dedicate the spacing unit to the Dingo 17
10	Federal Com 132H well.
11	And the unit will partially overlap
12	with a spacing unit for the State Com CV 002H well,
13	which is also operated by Colgate and is dedicated to
14	the S/2 N/2 of Section 16 in the second Bone Spring
15	Interval.
16	And for that reason, Colgate is seeking
17	to pool the interests from the top of the third Bone
18	Spring Formation at a stratigraphic equivalent of
19	approximately 7,480 feet to the base of the Bone
20	Spring Formation at approximately 8,821 feet TED.
21	And the exhibit packet that we
22	submitted to the Division for Case Numbers 23107
23	through 23110 contains Exhibit A, the land
24	professional's testimony, and related land exhibits.
25	And you'll see for Case Number 23109, with Exhibit

1	
1	A-3, we have included a plat of the overlapping
2	spacing unit as well.
3	And then Exhibit B, geology testimony,
4	we have gun barrel diagrams, location maps, Bone
5	Spring structure maps, and cross-sections of the
6	intervals of interest.
7	And then Exhibit C, notice testimony,
8	which sets out when the notice letter of this hearing
9	and application were sent to the parties to be pooled,
10	as well as the publication notice for this.
11	And with that, I ask that Exhibits A,
12	B, and C be admitted into the record in Case Numbers
13	23107, 23108, 23109, and 23110 and that the cases be
14	taken under advisement.
15	(Exhibits A through C were marked for
16	identification.)
17	HEARING EXAMINER: Thank you. Mr.
18	McClure, questions?
19	MR. MCCLURE: Yes, Mr. Brancard. Ms.
20	McLean, is it correct that Case 23109 is the only one
21	that has a depth severance?
22	MS. MCLEAN: Yes, that is correct.
23	MR. MCCLURE: Okay. Now, the
24	overlapping well, were all working interest owners
25	notified of this application that have a working
	Page 81

Paul Baca Professional Court Reporters A Veritext Company

1	interest in that horizontal spacing unit of that
2	overlapping well?
3	MS. MCLEAN: We did not because we are
4	the operator. Colgate is the operator of that well
5	and that spacing unit. And I believe that they,
6	Colgate, separately notified them. And that we did
7	notify all working interest owners that this was an
8	overlapping spacing unit in this case.
9	MR. MCCLURE: And was that notice
10	included in this case packet anywhere?
11	MS. MCLEAN: Yes, sir. It is for
12	Exhibit part of Exhibit C-1. And we included a
13	copy of the application, which was styled as
14	Application of Colgate Operating
15	MR. MCCLURE: Let's see. Am I maybe
16	I'm just missing it here.
17	MS. MCLEAN: It should be page 32 of
18	the PDF is our notice that we sent.
19	MR. MCCLURE: Mm-hmm.
20	MS. MCLEAN: And then we attached
21	which we did not include
22	MR. MCCLURE: Okay. So it's not
23	included here then.
24	MS. MCLEAN: Yeah, we didn't include
25	the actual applications that we sent with them. But
	Page 82

1 it is our understanding that all of the working 2 interest owners in the overlapping spacing unit are the same working interest owners in this current unit 3 that we are seeking to pool besides the -- sorry. 4 5 MR. MCCLURE: Oh, no, I apologize. 6 Please continue. 7 MS. MCLEAN: I was just going to say, 8 so the working interest owners received notice of this 9 application. It was included in this packet. Exhibit C-1 is the cover letter for the packet that we 10 11 included all of the applications behind it, including 12 the application for the overlapping spacing unit, Case 13 Number 23109. MR. MCCLURE: Now, were all working 14 15 interest owners notified or just the ones to be force 16 pooled of this case? 17 MS. MCLEAN: We notified all of them. And you'll see in the chart -- I'm trying to find --18 we did not -- so COG had already executed a JOA, but 19 20 we notified Devon, Diamond Head, and Dugan, who are the working interest owners. There's not that many in 21 22 this case. 23 MR. MCCLURE: So Concho doesn't have a 24 working interest in the section with the overlapping 25 well, then?

1	MS. MCLEAN: So the section with
2	overlapping well is 132 and I'm just looking, sorry.
3	I'm just looking at my exhibit here to make sure I'm
4	giving you the right information.
5	So 132 so they had already executed
6	a JOA and so I believe, I'm not 100 percent sure.
7	They have okay, yeah. They have no working
8	interest in this because they are just in the $N/2$
9	N/2.
10	If you look at our Exhibit A-3, and the
11	overlapping spacing unit is the S/2 N/2, and COG only
12	has a working interest in the N/2 N/2 of Section 16.
13	They're highlighted in on the top there.
14	MR. MCCLURE: Are you referring to page
15	12 according to our
16	MS. MCLEAN: Yes, page 12 of the PDF.
17	MR. MCCLURE: And is Colgate the only
18	working interest then within the State Lease LG 0794,
19	Allotment 4, or however you call that last four
20	digits, I guess?
21	MS. MCLEAN: It appears to be. Hold
22	on; I'm looking at it. I believe that's the case. So
23	this is the S/2 just looking at the it's so tiny.
24	They make it so easy for us to read; right?
25	MR. MCCLURE: Yeah, it looks like it's
	Page 84 Paul Baca Professional Court Reporters 505.843.9241

1 the fourth column over then. 2 MS. MCLEAN: Right. 3 MR. MCCLURE: And it does seem to indicate that it is 100 percent Colgate. Thank you, 4 5 Ms. McLean, that's the only question I had. 6 MS. MCLEAN: Okay. Thank you. 7 HEARING EXAMINER: Thank you. I think 8 in that regard, first of all, thank you for the map of 9 the overlapping spacing interests. 10 MS. MCLEAN: We have been listening, 11 Mr. Examiner. 12 HEARING EXAMINER: Nothing that we have 13 -- I have requested, and you did exactly -- that's all 14 it has to show. 15 MS. MCLEAN: Thank you. 16 HEARING EXAMINER: But I think the 17 other part that we wanted is a statement somewhere. 18 It could be in the land person's affidavit; it could be in the notice affidavit that indicates that, you 19 20 know, persons were given notice of the overlapping 21 spacing units. 22 I think what you're saying, essentially, is the application included both the 23 24 compulsory pooling and the overlapping spacing unit and therefore, by giving them the application, they've 25 Page 85

1 gotten notice of both. And really all you need to 2 confirm is that it's the same people. 3 MS. MCLEAN: Okay. 4 HEARING EXAMINER: Because I mean, I 5 think this is -- for this issue, it's a lot simpler in 6 this case because you just have three parties you have to give notice for that. 7 8 MS. MCLEAN: Yes. 9 HEARING EXAMINER: So simply a statement that you can either add it to the land 10 11 person's affidavit or add it to your notice affidavit 12 that indicates that you have complied with that notice 13 portion for overlapping spacing units. MS. MCLEAN: Okay. We will do that 14 15 within two weeks, Mr. Examiner. 16 HEARING EXAMINER: Yes. Okay. So now, 17 I really got confused on these color-coded maps here and now I think I understand why I'm confused. 18 I'm 19 looking at your Exhibit A-3; okay? 20 MS. MCLEAN: In the same Case 23109? HEARING EXAMINER: Well, it's the same 21 22 exhibit in each case, which is sort of almost the same 23 exhibit, which is what's troublesome. 24 So if you look at that page in each 25 case and you get down to the bottom where it says unit Page 86

1	capitulation, it will say, for 23109 S/2 of the $N/2$ .
2	You look at 23107, it will say N/2 of the N/2.
3	And yet, it will have the same exact
4	percentages. Whoa. Which, once I started looking at
5	it more carefully, is not possible because, as you
6	indicated, COG is really only in the N/2 of the N/2.
7	So for 23107, your Exhibit A-3 unit
8	capitulation of N/2 N/2 should, based the way I read
9	this, should just be 50 percent Colgate 50 percent
10	COG. But instead, the same percentages are used for
11	each unit. It's just that bottom box, I think that's
12	the problem.
13	MS. MCLEAN: Yes, I see that. We can
14	do a revised Exhibit A-3 and have the landman confirm
15	all the percentages.
16	HEARING EXAMINER: But anyway. But
17	otherwise, I mean, I think this is all fine. This is
18	actually fairly simple, even though you have a complex
19	set of leases in here, the ownership is not that
20	complex. So it's just a little bit of math, you know?
21	MS. MCLEAN: Not my forte, but I'm glad
22	you can add it up. But we will submit a revised
23	Exhibit A that reflects the notice as well as Exhibit
24	A-3 percentages.
25	HEARING EXAMINER: Right. So the
	Page 87

1	notice is only for 23109.
2	MS. MCLEAN: Right.
3	HEARING EXAMINER: But the A-3 may be
4	for, you know, you can see when you go back through
5	it, could be for all of them.
6	MS. MCLEAN: We will check that,
7	Mr. Examiner.
8	HEARING EXAMINER: With that, are there
9	any other interested persons for Cases 23107, 108,
10	109, 110? Hearing none, the exhibits will be admitted
11	into the record. These cases will be taken under
12	advisement, the record left open for submittal of
13	revised Exhibits A-3, and for Case 23109, for a
14	statement about compliance with notice for overlapping
15	spacing units to be inserted to the affidavit of your
16	choice.
17	(Exhibits A through C were admitted
18	into evidence.)
19	MS. MCLEAN: Thank you.
20	HEARING EXAMINER: Thank you. All
21	within two weeks.
22	All right. Well, let's try a few more
23	cases, and then maybe we'll take a little break.
24	So we're on Items 75, 76, 77, 78.
25	These will be Cases 23111, 23112, 23113, 23114;
	Page 88

Paul Baca Professional Court Reporters A Veritext Company

1	Colgate Operating?
2	MS. MCLEAN: Jackie McLean with Hinkle
3	Shanor on behalf of Colgate Operating.
4	HEARING EXAMINER: Are there any other
5	interested persons for Cases 23111 through 23114?
6	Hearing none, Ms. McLean, you may proceed.
7	MS. MCLEAN: Thank you. In these
8	cases, Colgate has consolidated Case Numbers 23111 to
9	23114, which seek to pool uncommitted interests within
10	the Wolfcamp Formation in Sections 16 and 17 of
11	Township 20 South, Range of 28 East, in Eddy County,
12	New Mexico.
13	Specifically, in Case Number 23111,
14	Colgate seeks to pool all uncommitted interests in
15	Wolfcamp Formation underlying a 320-acre standard
16	horizontal spacing unit comprised of the $N/2~N/2$ of
17	Section 16 and 17, Township 20 South, Range 28 East,
18	and to dedicate the unit to the Dingo 17 Federal Com
19	201H well.
20	In Case Number 23112, Colgate is
21	seeking to pool all uncommitted interests in the
22	Wolfcamp Formation underlying a 320-acre, more or
23	less, standard horizontal spacing unit comprised of
24	the N/2 S/2 of Section 16 and 17, Township 20 South,
25	Range 28 East, and dedicate this unit to the Dingo 17
	Page 89

1	Federal Com 203H well.
2	In Case Number 23113, Colgate is
3	seeking to pool all uncommitted interests in the
4	Wolfcamp Formation underlying a 320-acre, standard
5	horizontal spacing unit comprised of the S/2 N/2 of
б	Sections 16 and 17, Township 20 South, Range 28 East,
7	and dedicate the unit to the Dingo 17 Federal Com 202H
8	well.
9	And then finally, in Case 23114,
10	Colgate is seeking to pool all uncommitted interests
11	in the Wolfcamp Formation underlying a 320-acre, more
12	or less, standard horizontal spacing unit comprised of
13	the S/2 S/2 of Section 16 and 17, Township 20 South,
14	Range 28 East, and dedicate this unit to the Dingo 17
15	Federal Com 204H well.
16	The exhibit packet submitted to the
17	Division in these cases contain Exhibit A, land
18	professional's testimony and related land exhibits,
19	which include a plat of tracts, ownership interests,
20	pooled parties, a well proposal letter, and summary of
21	communications.
22	Exhibit B, geology testimony, gun
23	barrel diagrams, location maps, Wolfcamp structure
24	maps, and structural and stratigraphic cross-sections
25	of the intervals of interest.

Г

1 And Exhibit C, notice testimony, which 2 sets out when the notice letter of this hearing and 3 application were sent to the parties to be pooled, as well as a publication notice. 4 5 And with that, I ask that Exhibits A, B, and C be admitted into the record in Case Numbers 6 23111, 23112, 23113, and 23114 and that the cases be 7 8 taken under advisement. 9 (Exhibits A through C were marked for identification.) 10 11 HEARING EXAMINER: Thank you. Mr. 12 McClure, questions? 13 MR. MCCLURE: Mr. Brancard, I don't have any questions. Although, it does look like the 14 15 error that you pointed out with Exhibit A-3 for the 16 prior four cases is also present in these cases. 17 HEARING EXAMINER: Thank you. Ms. 18 McLean, I guess I would say that. 19 I had a feeling. MS. MCLEAN: 20 HEARING EXAMINER: Because it looks 21 like the same ownership -- Wolfcamp. 2.2 MS. MCLEAN: It is, Mr. Examiner. 23 HEARING EXAMINER: So again, if you 24 could just do a revised Exhibit A-3s for all four of 25 these cases. Other than that, I don't have any other Page 91

1 questions. 2 Are there any other interested persons then for Case 23111 through 23114? Hearing none, the 3 exhibits will be admitted into the record, and Cases 4 5 23111 through 23114 will be taken under advisement, the record left open for two weeks for the submittal 6 7 of revised Exhibit A-3. 8 (Exhibits A through C were admitted 9 into evidence.) 10 MS. MCLEAN: Thank you, Mr. Examiner. 11 HEARING EXAMINER: Thank you. All 12 right. So since we're about to shift law firms here, 13 why don't we take a short break till 10:10 a.m.? 14 Thank you, everyone. 15 (Off the record.) 16 HEARING EXAMINER: I think we ended our 17 last episode at Case Number 78, so we're now on Item Number 79, Case 23115, Mewbourne Oil Company. 18 19 MR. FELDEWERT: Good morning, 20 Mr. Brancard, Mr. McClure. Michael Feldewert with the 21 Santa Fe Office of Holland & Hart on behalf of the Applicant. 22 23 HEARING EXAMINER: Thank you. And we 24 have an entry from Coterra Energy, et al. 25 MR. SAVAGE: Good morning; Darin Page 92

1	Savage, with the Santa Fe Office of Abadie & Schill on
2	behalf of Coterra Energy and its subsidiaries,
3	including Cimarex Energy Company.
4	HEARING EXAMINER: Does Coterra, et al.
5	object to this case going forward by affidavit?
6	MR. SAVAGE: No objection. Thank you.
7	HEARING EXAMINER: Thank you. Are
8	there any other interested persons in Case 23115?
9	Hearing none, Mr. Feldewert, you may proceed for
10	Mewbourne.
11	MR. FELDEWERT: Thank you. Mewbourne
12	seeks to pool a standard 320-acre horizontal well
13	spacing unit in the Bone Spring Formation. It's
14	comprised of the S/2 of the N/2 of Sections 11 and 10 $$
15	in 19 South 30 East, down there in Eddy County, by
16	what they call the Scarecrow well, which is a laydown
17	well.
18	Our exhibit package provides the
19	compulsory pool and checklist for this particular
20	matter. The application, along with the notice for
21	the docket.
22	Exhibit A is the self-affirmed
23	statement of Tyler Jolly. He is the landman. He
24	provides a number of exhibits, including A-1 being the
25	C-102s or the C-102 for this well.

1 A-2 provides a nice map of the general 2 area with the spacing unit shown in red in the bottom left-hand side -- left-hand corner, I should say. 3 A-3, Mr. Brancard and Mr. McClure, is a 4 5 notice letter for the overlapping spacing unit. And 6 you will see that in that letter we identify 7 specifically not only the proposed spacing unit but 8 also the two existing spacing units that are being 9 overlapped. And then, as part of Exhibit A-3, he provides the two working interest owners, besides 10 11 Mewbourne, that are impacted by the overlapping 12 spacing unit. 13 Again, we don't seek approval for that; nobody's going to object. But I understand that this 14 15 is the type of information you wanted for the pooling 16 case. 17 Exhibit A-4 provides the tracts of land that are involved here for that S/2 of the N/218 There are five tracts. 19 acreage. 20 Exhibit A-5 -- I'm sorry. As part of 21 Exhibit A-4, is then a breakdown of the ownership in 22 each of those five tracts, along with the consolidated 23 ownership on the last page of that exhibit. And 24 you'll see the only party that they seek the approval 25 now is Cimarex or Coterra.

1	Exhibit A-5 is the well proposal letter
2	that went out to Cimarex in August, along with the
3	a follow-up letter in September correcting the
4	location description of the well, and that includes
5	the AFE that was sent out with the well proposal
6	letter.
7	
	Exhibit A-6 then provides a chronology
8	of contacts with Cimarex dealing with the pooling
9	issues.
10	Exhibit B is the affidavit or self-
11	affirmed statement from the geologist, Mr. Crosby. He
12	provides a nice, structure map that has a lot of
13	information on it. But he does provide the
14	identify the spacing unit there in the S/2 of the $N/2$
15	of Sections 11 and 10 and then the trajectory of the
16	proposed well.
17	Exhibit B-2 is the stratigraphic cross-
18	section that corresponds with the A to A Prime on the
19	prior exhibit. And on that exhibit, he provides
20	the with the red arrow, a general location of the
21	third Bone Spring Sand Interval that they are
22	targeting with this particular well.
23	Exhibit C is the affidavit from my
24	office providing notice or confirming that notice of
25	this hearing was provided to Cimarex, and it even has
	Page 95

1 an old-fashioned green card that was signed by 2 someone. So with that, Mr. Brancard and 3 4 Mr. McClure, we ask that Exhibits A, B, and C be 5 admitted into evidence and that this matter be taken 6 under advisement. 7 (Exhibits A through C were marked for 8 identification.) 9 HEARING EXAMINER: Thank you. Mr. 10 Savage, any questions, or concerns? 11 MR. SAVAGE: Mr. Brancard, we're just 12 preserving appellate rights so no questions at this 13 time. 14 HEARING EXAMINER: Thank you. Mr. 15 McClure? 16 MR. MCCLURE: Yeah, Mr. Brancard, I am 17 just looking on the overlapping, but I don't have any 18 questions. Thank you. 19 HEARING EXAMINER: Mr. Feldewert, I 20 mean, thank you for the information on the overlap. 21 Again, as you might have noticed, in one of the prior 22 cases from the Hinkle firm, they actually did a map 23 which was very helpful. And, in your case, that might 24 be really helpful because it looks like you have 25 overlapping like this and then like that, if I read Page 96

1	the letter correctly.
2	MR. FELDEWERT: Correct. So if you
3	look at the letter, it specifically identifies the
4	overlapping the two overlapping spacing units with
5	the acreage that's involved.
6	HEARING EXAMINER: Right. One unit
7	seems to be entirely contained within the unit that
8	you're proposing. I got that, right? And the other
9	though is, sort of, perpendicular.
10	MR. FELDEWERT: If you need a yeah,
11	Mr. Brancard, if you need a picture and you go to
12	Exhibit B-1.
13	HEARING EXAMINER: B-1.
14	MR. FELDEWERT: Yeah, you'll see that
15	stand up well in the E/2 of the E/2 of 11? That's one
16	of the wells that's identified in spacing units in the
17	letter.
18	And then you're going to see, kind of,
19	a, I don't want to call it diagonal, because it's I
20	don't think it's intended to be that way, but you'll
21	see a well, in fully within the existing spacing
22	unit that starts in the Section 11 in, kind of, the
23	E/2 of the $W/2$ that extends then as a lay down into
24	Section 10. That's what matches the acreage
25	
	description that you see of the overlapping spacing

1 unit or units in Exhibit A-3. 2 HEARING EXAMINER: Thank you. All right. Thank you. Well, I appreciate the information 3 on the notice. So Great Western got notice but 4 5 they're also committed to your unit. I mean, they got notice of the overlap? 6 7 MR. FELDEWERT: Yes, and then --8 HEARING EXAMINER: And they are a 9 committed party within your spacing unit? 10 MR. FELDEWERT: Yeah; and not to make 11 it too confusing, but yes. They got notice of the 12 overlap, and then, separately, they got notice of the 13 pooling application, but they've since reached an 14 agreement with Cimarex -- I'm sorry, with Mewbourne 15 and there's no need to pool them. 16 HEARING EXAMINER: Thank you. All 17 right. 18 Are there any other questions? Any 19 other persons interested in Case 23115? Hearing none, 20 the exhibits will be admitted into the record and Case 21 23115 will be taken under advisement. 22 (Exhibits A through C were admitted 23 into evidence.) 24 MR. FELDEWERT: Thank you, gentlemen. 25 MR. MCCLURE: Thank you. Page 98

> Paul Baca Professional Court Reporters A Veritext Company

1 HEARING EXAMINER: With that, we are on 2 Item Number 80, Case 23116; Oxy USA, Inc.? MR. RANKIN: Mr. Examiner, Adam Rankin, 3 appearing on behalf of the Applicant in this case from 4 the Santa Fe Office of Holland & Hart. 5 6 HEARING EXAMINER: Thank you. Mr. 7 Rankin, your voice is a little soft today, so speak a 8 little louder or -- that would be great. 9 HEARING EXAMINER: Are there any other 10 interested persons for Case 23116? Hearing none, Oxy 11 may proceed. 12 Thank you, Mr. Examiner. MR. RANKIN: In this case, Oxy seeks an order approving an 13 approximately 1280-acre nonstandard horizontal well 14 15 spacing unit in the Wolfcamp Formation, underlying 16 Sections 5 and 8, all within Township 24 South, Range 17 35 East, in Lea County, New Mexico and pooling all uncommitted mineral interest owners in the proposed 18 19 nonstandard horizontal well spacing unit. 20 The proposed spacing unit will be 21 initially dedicated to six initial wells, identified 22 as that Maltese 5 8 Fed Com wells, that will be 23 drilled from the north to the south. 24 In the packet of exhibits that we filed 25 on Tuesday is a table of contents that identifies each Page 99

1 of the exhibits that were pre-filed for this case. 2 Exhibit A is a copy of the compulsory pooling checklist that identifies the spacing unit and 3 the other elements required for pooling. 4 5 Exhibit A -- rather B -- is a copy of the application that was filed in this case. 6 7 Exhibit C is the self-affirmed 8 statement of Oxy's landman, land negotiator, 9 Mr. Matthew Cole. Mr. Cole has previously testified before the Division and has been accepted as an expert 10 11 in petroleum land matters. 12 His self-affirmed statement reviews the 13 nature of the spacing unit and the fact that, given that the configuration of the federal leases involved, 14 15 that the BLM will not permit commingling of service 16 production in this acreage. And therefore, in order 17 to save on space and reduce impacts on surface -- the surface facilities, they are seeking a single-spacing 18 19 unit through a CA. 20 In order to obtain a CA, the BLM requires them to have a spacing unit designated by the 21 22 Division, and therefore, they are seeking a 23 nonstandard spacing unit in this case to combine the 24 acreage to enable them to get a CA from the BLM. 25 Exhibit C-1 is a copy of the proposed Page 100

1 CA that would address -- that will be submitted to the 2 BLM for approval. In Mr. Cole's statement, he identifies each of the wells and the locations for 3 those wells that will be drilled in the spacing unit. 4 5 C-2 is a copy of the C-102s for each of 6 the wells reflecting that the locations first and last 7 take points and that the wells will be dedicated to 8 the Antelope Bridge Wolfcamp Pool, Pool Code 2220. 9 There are no ownership, depth severances within the 10 acreage. 11 Exhibit C-3 is a plat of the tracts 12 that comprise the proposed spacing unit, along with 13 the interest ownership for each tract. You'll see in that exhibit, Mr. Examiner, that Oxy is seeking to 14 15 pool a single interest owner in this acreage whose 16 interest is less than one-tenth of a percent across 17 the spacing unit. Exhibit C-4 is a sample of the well 18 19 proposal letters and AFEs that were sent to the owners 20 of working interest. Mr. Cole confirms that the AFEs 21 and the costs are consistent with what Oxy and other 22 operators have occurred for drilling similar wells in 23 this area within the Wolfcamp Formation. 24 C-5 is a summary of the contacts that 25 Oxy has undertaken to reach the single interest owner Page 101

1 that they're seeking to pool here and efforts to 2 follow-up with the owner by identifying several different phone numbers. 3 Also in Mr. Cole's statement, he 4 5 identifies that the costs that they are seeking here 6 are 8500 per month while drilling and 850 while 7 producing and that these costs are similar and 8 consistent with what other operators are charging for 9 similar wells in the area. 10 And then finally, C-6 is a copy of a 11 notice plat identifying the offsetting tracts and the 12 operators of those tracts that Oxy has provided notice 13 to pursuant to the Division rules for nonstandard spacing units. 14 15 Exhibit D is a copy of the self-16 affirmed statement of Oxy's geologist. This is the 17 first time that Mr. Pardolly [ph] is testifying in this -- before the Division. Therefore, attached is 18 D-1 is a copy of his resume. We ask at this time that 19 20 Mr. Pardolly [ph] be recognized as an expert in 21 petroleum geology. 22 HEARING EXAMINER: Hearing no 23 objections, so qualified. 24 MR. RANKIN: Thank you. Mr. Pardolly's 25 [ph] statement reviews the acreage and the tracts that Page 102

505.843.9241 www.veritext.com

1 will be dedicated to this spacing unit and identifies 2 the geology in his review. It confirms that he has not identified any geologic impediments to drilling 3 wells in this acreage and confirms that the target 4 5 interval is consistent across the entire spacing unit. He testifies further that the approval 6 7 of a nonstandard spacing unit will allow Oxy to space 8 its wells in its preferred spacing; therefore, 9 minimizing waste. And that the approval of a nonstandard spacing unit will result in protection 10 11 of correlative rights and will reduce waste. 12 Attached to his exhibits, his 13 affidavit -- rather his self-affirmed statement, are the exhibits that reflect the location of the spacing 14 15 unit, the cross-section -- line of cross-section A to 16 A Prime that would -- and the wells that were used to 17 construct a cross-section that is Exhibit D-4 18 identifying the zones that Oxy is targeting with its 19 six wells. 20 Exhibit E is a self-affirmed statement 21 of Oxy's facilities engineer, Mr. Jeffrey Bullock. 22 Mr. Bullock has not previously testified before the 23 Division and therefore, attached to his self-affirmed statement, is Exhibit E-1, which is a copy of his 24 25 resume reflecting his credentials to testify as a

1 petroleum -- an expert in petroleum engineering 2 matters. And at this time, Mr. Examiner, I would tender Mr. Bullock as an expert in petroleum 3 4 engineering. 5 HEARING EXAMINER: Hearing no objections, so accepted. 6 7 MR. RANKIN: Mr. Bullock reviews the 8 savings, both in terms of surface acreage and in terms of costs and emissions, that will result if Oxy is 9 10 permitted to drill these wells in a single-spacing 11 unit. 12 Exhibits E-1 -- rather E-2 through E-4, 13 identify that they will realize an approximate twoacre surface reduction if they're able to drill this 14 15 acreage under a single space unit by reducing the 16 number of production trains from four down to three. In addition, those will result in a 17 nearly \$8 million cost savings to Oxy that will allow 18 19 them to make the drilling of these wells more 20 competitive and allow the acreage to be -- result in a 21 cost savings for the production life of these wells. 22 And then finally, because there's one 23 fewer battery train proposed, that it will result in 24 approximately 25 percent reduction in unavoidable 25 permitted air emissions from the tanks and related

1 facilities. 2 Therefore, Mr. Examiner, Mr. Bullock 3 testifies that the proposed nonstandard spacing unit is necessary to protect -- necessary to reduce waste 4 5 and prevent waste and will also be protected 6 of correlative rights. 7 Exhibit F is a copy of the affidavit 8 that I prepared reflecting that we provided notice to the offsets in this tract -- that are on this tract 9 10 and as well to the working interest owners that are 11 being pooled. 12 Attached to that affidavit is a copy of 13 the letter that was sent to each of those owners and 14 operators as well as a status of the certified mailing 15 that went out reflecting, again, the status of each of 16 those mailings. 17 Exhibit G is a copy of the affidavit of 18 publication that was run in the newspaper of Lea 19 County, the Hobbs News-Sun, reflecting each of the 20 parties that we're seeking to pool and otherwise were 21 required to give -- to be notified or identified by 22 name in that publication. 23 And with that, Mr. Examiner, if there's 24 no further questions, we ask that Exhibits A through G 25 and their attachments be accepted into the record. Page 105

1 (Exhibits A through G were marked for 2 identification.) 3 HEARING EXAMINER: Thank you. Mr. 4 McClure, questions? 5 MR. MCCLURE: Mr. Brancard, I don't have any questions for this case. 6 7 HEARING EXAMINER: Thank you. So, Mr. 8 Rankin, looking at your well proposals, it appears 9 that if you were to pursue this as standard horizontal spacing units that you have two wells that could be 10 11 used as proximity wells. Is that correct, 33H, 35H? 12 And therefore, this would be two standard horizontal 13 spacing units; right? 14 MR. RANKIN: Right. 15 HEARING EXAMINER: Am I correct? 16 MR. RANKIN: That's my understanding, 17 yes. 18 HEARING EXAMINER: So your proposal then is to combine two standard horizontal spacing 19 20 units into one larger nonstandard horizontal spacing 21 unit. 22 MR. RANKIN: Correct. 23 HEARING EXAMINER: And you have 24 provided us the information in support of that. 25 So is there anyone else here on behalf Page 106

1	of Case 23116? Hearing none, the exhibits will be
2	admitted into the record and Case 23116 will be taken
3	under advisement.
4	(Exhibits A through G were admitted
5	into evidence.)
6	MR. RANKIN: Thank you, Mr. Examiner.
7	Have a good day.
8	HEARING EXAMINER: Thank you. Gosh, is
9	he leaving us? With that, I will call Item Number
10	23117; V-F Petroleum?
11	MR. SAVAGE: Good morning,
12	Mr. Hearing Examiner and Mr. Technical Examiner.
13	Darin Savage with the Santa Fe Office of Abadie &
14	Schill appearing on behalf of V-F Petroleum, Inc.
15	HEARING EXAMINER: All right. Mr.
16	Salvage, do you want to combine this with the next
17	case or do them separately?
18	MR. SAVAGE: Let's do these separately.
19	There might be some differences that justify that.
20	HEARING EXAMINER: All right. So with
21	that, are there any other interested persons for Case
22	23117? Hearing none, please proceed.
23	MR. SAVAGE: If it pleases the
24	Division, we will present Case Number 23117 by
25	affidavit. This case covers lands in Sections 33 and
	Page 107

1 34, Township 18 South, Range 28 East, Eddy County, New 2 Mexico. 3 The landman for this case, Ryan Curry, has not testified previously before the Division as an 4 5 expert witness. Mr. Curry graduated in 2020 from 6 Texas Tech University with a bachelor's degree in energy commerce. He has worked at V-F Petroleum for 7 8 approximately two months and has been working as a 9 professional landman in New Mexico for approximately 10 two years. 11 A one-page resume has been attached to 12 his statement for the Division's review. We ask that 13 he be accepted as an expert witness in petroleum land 14 matters. 15 HEARING EXAMINER: Hearing no 16 objection, so accepted. 17 MR. SAVAGE: Thank you. The geologist for the case, Jason Lodge, has testified before the 18 Division as an expert witness and his credentials have 19 20 been accepted as a matter of record. 21 In Case Number 23117, V-F Petroleum 22 seeks an order establishing a standard 320-acre, more 23 or less, spacing unit comprised of the S/2 N/2 of 24 Section 34 and 33 and pooling all uncommitted 25 interests in the Bone Spring Formation. The unit will Page 108

> Paul Baca Professional Court Reporters A Veritext Company

1	be dedicated to two initial wells, the Walker 34-33
2	State Com Number 223H well and the Walker 34-33 State
3	Com 233H well.
4	Orientation of the well is lay down,
5	east to west, and setback requirements under statewide
6	rules are met.
7	Mr. Curry's Exhibit A includes his
8	landman affidavit, the C-102s, an ownership breakdown,
9	the well proposal letter with AFEs, and a rather
10	extensive chronology of contacts.
11	Mr. Lodge's Exhibit B for this case
12	includes his geology affidavit, along with geology
13	Exhibits B-1 a location map; B-2 a Sub-C structure map
14	for the second Bone Spring Sand; B-3 a Sub-C structure
15	map for the third Bone Spring Sand; and B-4 a
16	structural cross-section that appeared to show good
17	potential for development as described in his
18	affidavit.
19	Exhibit C provides the affidavit of
20	notice for mailings and publication notice. Notice
21	was both timely sent and published. There were a
22	number of cards returned as undeliverable, as you may
23	note.
24	If I can direct your attention to
25	Paragraph 13 in Mr. Curry's land statement. It
	Page 109 Page Professional Court Perpertans 505 843 0241

1 provides an overview of the parties involved with the 2 undeliverable addresses. These parties were contacted by either phone or e-mail, or both, as also described 3 in the chronology of contacts. And the commercial 4 5 database used to contact the parties is described. 6 Both Mr. Curry and Mr. Lodge affirm 7 that the approval of this application is in the best interest of conservation, protection of correlative 8 9 rights and the prevention of waste and will prevent 10 the drilling of unnecessary wells. 11 At this time, I move that Exhibits A, 12 B, and C and all sub exhibits be accepted into the 13 record for Case 23117. And that this case be taken 14 under advisement. 15 (Exhibits A through C were marked for 16 identification.) 17 I am available for any questions, thank 18 you. 19 HEARING EXAMINER: Thank you. Mr. 20 McClure, any questions? 21 No, Mr. Brancard, I don't MR. MCCLURE: 22 have any questions for this case. 23 Thank you. HEARING EXAMINER: Mr. 24 Savage, thank you for the documentation of the efforts 25 to locate people. That's helpful. Page 110

1 MR. SAVAGE: Thank you. 2 HEARING EXAMINER: With that, the exhibits -- are there any other interested persons 3 then for Case 23117? Hearing none, the exhibits in 4 5 this case will be admitted into the record and Case 6 23117 will be taken under advisement. 7 (Exhibits A through C were admitted 8 into evidence.) 9 MR. SAVAGE: Thank you. 10 HEARING EXAMINER: With that, I call 11 the next Item. Item 82, Case 23118; V-F Petroleum? 12 MR. SAVAGE: Darin Savage with the Santa Fe Office of Abadie & Schill on behalf of V-F 13 14 Petroleum, Inc. 15 HEARING EXAMINER: Are there any other 16 interested persons for Case 23118? Hearing none, V-F 17 may proceed. Thank you. Again, this 18 MR. SAVAGE: case covers lands in Sections 33 and 34, Township 18 19 South, Range 28 East, Eddy County, New Mexico. 20 21 The landman for this case is Shawn 22 Johnson, who has previously testified before the 23 Division as an expert witness and his credentials have 24 been accepted as a matter of record acknowledging his 25 expertise in petroleum land matters.

1	Somehow, Mr. Ryan Curry's one page
2	resume got inserted into this hearing packet, so
3	please disregard that unless you find that
4	particularly riveting. I apologize for that insertion
5	there.
6	The geologist for the case, Jason
7	Lodge, has testified before the Division as an expert
8	witness and his credentials have been accepted as a
9	matter of record.
10	In Case Number 23118, V-F Petroleum
11	seeks an order establishing a standard 240-acre, more
12	or less, spacing unit comprised of the N/2 NW/4 of
13	Section 34 and N/2 N/2 of Section 33 and pooling all
14	uncommitted interests in the Bone Spring Formation.
15	The unit will be dedicated to two
16	initial wells; the Walker 34-33 State Com 224H well
17	and the Walker 34-33 State Com 234H well.
18	Orientation of the unit is lay down
19	east to west and setback requirements under statewide
20	rules are met.
21	Mr. Johnson's exhibit includes his
22	landman affidavit, the C-102s, an ownership breakdown,
23	the well proposal letter with AFEs, and a
24	communications summary describing the contacts.
25	Mr. Lodge's Exhibit B for this case
	Page 112

1 includes his geology exhibit -- geology affidavit, 2 along with geology Exhibits B-1 a location map; B-2 a 3 Sub-C structure map for the second Bone Spring Sand; B-3 a Sub-C structure map for the third Bone Spring 4 5 Sand; and B-4, a structural cross-section that showed 6 good potential for development as described by his 7 affidavit. 8 Exhibit C provides the affidavit of 9 notice for mailings and publication notice. Notice was both timely sent and published. All owners -- all 10 11 working interest owners were located and provided 12 notice. 13 Both Mr. Johnson and Mr. Lodge affirm that the approval of this application is in the best 14 15 interest of conservation, protection of correlative 16 rights and the prevention of waste and will prevent 17 the drilling of unnecessary wells. At this time, I move that Exhibits A, 18 19 B, and C and all sub exhibits be accepted into the 20 record for Case 23118. And that this case be taken under advisement. 21 22 (Exhibits A through C were marked for 23 identification.) 24 I stand available for any questions you 25 may have, thank you.

1 HEARING EXAMINER: Thank you. Mr. 2 McClure? 3 MR. MCCLURE: Yes, Mr. Brancard, I do have a couple of questions. 4 5 Mr. Savage, I guess, as you're probably 6 expecting, I guess I'm kind of wondering what the 7 story is with the N/2 of the NW/4 of Section 34. 8 Actually, it might be northeast. I might have it 9 wrote down in my notes wrong. 10 MR. SAVAGE: It should be the 11 northwest. Northwest N/2, I believe you're correct on 12 that. 13 Okay. Then my notes are MR. MCCLURE: 14 right. I quess, what is the thought process of why 15 we're missing the acreage there where we have it 16 filled in on the other well? 17 MR. SAVAGE: You know, that's an 18 interesting question. This is the development plan 19 that they presented to me and that's what they wanted 20 to go forward with. I can inquire and find out why they excluded the northeast -- N/2 northeast but --21 22 I'm sorry. Yeah, N/2 northeast. I'll find out why 23 they excluded that, but I don't have a specific answer 24 to that question. This is just what they decided what 25 they wanted to develop.

1 MR. MCCLURE: Okay; yeah. The only 2 reason I was wondering is because it just looks like it's a state active lease and the same lease is a part 3 of the other little area so I wasn't quite sure. 4 5 MR. SAVAGE: No, it's a standard unit. 6 They didn't mention anything about anything being 7 stranded in that regard but that's a concern, stranded 8 acreage and I'd be -- about that. 9 MR. MCCLURE: Exactly. Yes -- yes, sir. And that was the only question I had. 10 Thank 11 you, Mr. Savage. Thank you, Mr. Brancard. 12 HEARING EXAMINER: Thank you. You 13 know, Mr. Savage, I was just glancing through your 14 exhibit packet. You have two wells dedicated to this? 15 MR. SAVAGE: Yes. 16 HEARING EXAMINER: Is that correct? 17 MR. SAVAGE: That's correct. 18 HEARING EXAMINER: I was looking at the 19 C-102s, and maybe this is explained in the geological 20 exhibits, but those two wells seem to be just 75 feet 21 apart from each other? 22 MR. SAVAGE: Okay. If that is the --23 if that's the dimensions on that, that they present, 24 then I would have to go with that. You know, their 25 technical folks were the ones that developed this Page 115

1	particular plan, so I assume that's going to be a
2	feasible development plan. But if there's a concern
3	there, I would certainly want to look into that.
4	HEARING EXAMINER: Just curious. I
5	think that could be probably handled better at the APD
6	stage, but.
7	MR. SAVAGE: Yes.
8	HEARING EXAMINER: Because one's 330
9	from the north line and the other one's 405 from the
10	north line.
11	MR. SAVAGE: Right. Yeah; I'm looking
12	at that right now. Okay. That's the if you look
13	at his that's the service hole location, the bottom
14	of the location. But they did provide the landman
15	did provide take points in paragraph in his landman
16	affidavit. Take a look at those. Looks like I
17	accidentally knocked out my exhibit here. Hold on.
18	In Mr. Johnson's landman affidavit, he
19	did provide take points. I don't know if that
20	clarifies what the distance is on that, which may be
21	different. I'm looking at those here now. Those are
22	Paragraph 7 and Paragraph 8. And those are the same
23	405 and 330, so that looks like the locations of the
24	lateral that they're shooting for, Mr. Brancard.
25	MR. MCCLURE: If I may, Mr. Brancard,
	Dage 116

1 it does look like they're total vertical depth in 2 those same Paragraphs 7 and 8 is, you know, like 900 3 feet deeper for one of them than the other. 4 HEARING EXAMINER: Okay. I was 5 wondering about that. 6 MR. SAVAGE: That is correct. Yes. 7 Thank you, Mr. McClure. 8 HEARING EXAMINER: Okay. That makes 9 sense. MR. SAVAGE: That section there. 10 Yes, 11 that makes sense. 12 They're just HEARING EXAMINER: 13 stacking them that way. Okay. All right. Excellent. 14 All right. Are there any other persons 15 then for Case 23118? Hearing none, the exhibits will 16 be admitted into the record and Case 23118 will be 17 taken under advisement. Thank you. (Exhibits A through C were admitted 18 19 into evidence.) 20 MR. SAVAGE: Thank you. 21 MR. MCCLURE: Mr. Brancard, were we 22 going to get any supplemental information regarding 23 the possibility of stranded acreage or what's your 24 thoughts? 25 HEARING EXAMINER: Oh, yes, I'm sorry. Page 117

1 You did request that information and Mr. Savage was 2 going to look into the N/2 of the NE; is that correct? MR. MCCLURE: Yes, I believe that's 3 correct. Yeah, I think my original notes were wrong. 4 5 MR. SAVAGE: We'd be glad to do that. Thank you. I'll get that to you within the two weeks. 6 7 HEARING EXAMINER: Right, because 117 8 goes all the way across for two miles. It's just 118 9 that's the mile and a half. 10 MR. SAVAGE: There should be a good 11 reason for that, I would guess, but we'll find out. 12 HEARING EXAMINER: The record will be 13 left open for information about this 80-acre tract. 14 Thank you. 15 MR. SAVAGE: Thank you. 16 HEARING EXAMINER: All right. With 17 that, we will go to Cases 23119, 23120; Devon Energy Production? 18 19 MR. SAVAGE: Good morning, 20 Mr. Hearing Examiner and Mr. Technical Examiner. Darin Savage with the Santa Fe Office of Abadie & 21 22 Schill on behalf of Devon Energy Production Company, 23 LP. 24 HEARING EXAMINER: Thank you. So are 25 there any other interested persons then for Case Page 118

1	
1	23119, 23120? Hearing none, Mr. Savage, you indicated
2	that these cases will need to be continued but you'd
3	like to put on a presentation today; is that correct?
4	MR. SAVAGE: That is correct.
5	HEARING EXAMINER: All right. Well,
6	why don't we do that.
7	MR. SAVAGE: All right. Thank you,
8	Mr. Hearing Examiner. I'll pull these up here. We
9	are presenting Cases 23119 and 23120, which cover
10	lands in Sections 22 and 27, Township 25 South, Range
11	32 East, Lea County, New Mexico.
12	The landman, Beryl [ph] Brown for these
13	cases has testified before the Division and his
14	credentials have been accepted and made a matter of
15	record.
16	The geologist, Kate Houston Kennedy,
17	has testified previously before the Division as an
18	expert witness and her credentials have been accepted
19	as a matter of record.
20	In Case Number 23119, Devon seeks an
21	order establishing a standard 320-acre spacing unit
22	covering the E/2 W/2 of Sections 22 and 27 and pooling
23	all uncommitted interests in the Bone Spring Formation
24	designated as an oil pool.
25	The unit is dedicated to the Haflinger
	Page 119

1	22-27 Fed Com Number 304H well as the initial well.
2	Orientation to the well is standup, north to south,
3	and its location is orthodox.
4	Mr. Brown's Exhibit A for Case 23119
5	includes his landman affidavit, C-102, an ownership
6	breakdown, the well proposal letter with an AFE, and a
7	chronology of contacts.
8	Ms. Houston Kennedy's Exhibit B for
9	this case includes her geology affidavit along with
10	the five standard geology exhibits showing a potential
11	for development as described in her affidavit.
12	Exhibit C provides the affidavit of
13	notice for mailings and publication notice. Notice
14	was both timely mailed and all working interest owners
15	were locatable and received notice.
16	Only eight overriding royalty interest
17	owners were unlocatable, as described in Paragraph 12
18	of Mr. Brown's affidavit.
19	Notice by publication was not timely,
20	unfortunately, and Devon respectfully requests a
21	continuance that would allow the defect in the
22	publication notice to be cured.
23	Both Mr. Brown and Ms. Houston Kennedy
24	affirm that the approval of this application is in the
25	best interest of conservation, protection of
	Page 120

1 correlative rights, and the prevention of waste and 2 will prevent the drilling of unnecessary wells. In the next case, Case Number 23120, 3 Devon seeks an order establishing a standard 640-acre 4 5 spacing unit covering the W/2 of Sections 22 and 27 6 and pooling all uncommitted interests in the Wolfcamp 7 Formation designated as an oil pool underlying the 8 unit. The unit is dedicated to seven initial 9 wells and these are the Haflinger, and they all have 10 11 the same prefix, Haflinger 22-27 Fed Com, Number 610H 12 well; Number 710H well; Number 625H well; Number 715H well; Number 721H well; Number 821H well; and the 13 Number 831H well. I believe I covered all seven of 14 15 those. 16 Orientation of the wells are standup, 17 north to south, and their locations are orthodox. The 721H well is positioned to be the proximity well and 18 19 its completed interval will be within 330 feet of the 20 section line separating the E/2 W/2 and W/2 W/2 to 21 allow for the larger 640-acre spacing unit through the 22 use of proximity tracts. 23 Mr. Brown's exhibit for Case 23120 24 includes his landman affidavit, the C-102s, an 25 ownership breakdown, the well proposal letters with Page 121

1	AFEs, and the chronology of contacts.
2	Ms. Houston Kennedy's Exhibit B for
3	this case includes her geology affidavit, along with
4	the five standard geology exhibits showing the
5	potential for development as described in her
6	affidavit.
7	Mr. Brancard, I would like to direct
8	you to Paragraph 5 of the geologist's affidavit where
9	she discusses the Cotton Draw Fault System and
10	provides an overview of how Devon has addressed any
11	concerns or issues with this fault system.
12	Exhibit C provides the affidavit of
13	notice for mailings and publication notice. Notice
14	was timely mailed and all working interest owners were
15	locatable and received notice. There were eight
16	overriding royalty interest owners who were
17	unlocatable and that's described in Paragraph 18 of
18	Mr. Brown's affidavit.
19	And again, notice by publication was
20	not timely and Devon again requests a continuance that
21	would allow the defect in the publication notice to be
22	cured.
23	Both Mr. Brown and Ms. Houston Kennedy
24	affirm that the approval of this application is in the
25	best interest of conservation, protection of
	Page 122

1 correlative rights, and the prevention of waste and 2 will prevent the drilling of unnecessary wells. At this time, I move that Exhibits A, 3 B, and C and all sub exhibits be accepted into the 4 record for Cases 23119 and 23120. And that this 5 6 case -- these cases be taken under advisement. 7 (Exhibits A through C were marked for 8 identification.) 9 And I'm available for any questions, regarding the cases that you may have. 10 11 HEARING EXAMINER: Thank you. Mr. 12 McClure, questions? 13 MR. MCCLURE: Yes, Mr. Brancard. Mr. 14 Savage, for Case 23119, for the Wolfcamp. 15 MR. SAVAGE: I believe that's -- that 16 would be for the Bone Spring? 17 MR. MCCLURE: Looks like it downloaded from the 23119 and it says Wolfcamp on this Exhibit 18 A-2. 19 20 MR. SAVAGE: Okay. That must be a 21 mistake on our part. 22 MR. MCCLURE: Maybe can you scroll up? Well, I mean, I guess, well, I'll figure that out here 23 24 in a bit. But I quess what my question is though, for 25 the Wolfcamp, whichever case that is, it looks -- I'm Page 123

1	sorry?
2	MR. SAVAGE: Excuse me. I'm sorry. Go
3	ahead, please continue. Go ahead.
4	MR. MCCLURE: The Exhibit A-2 for the
5	tract one ownership, it looks like Providence
6	Minerals, LLC is listed as being uncommitted? But
7	then when your guy goes down to the end where it shows
8	the uncommitted working interest owners seeking to be
9	compulsory pooled highlighted in yellow, they are not
10	included there.
11	MR. SAVAGE: Yes. I believe that
12	Providence has committed to a JOA in this regard and I
13	believe that that was an oversight on us.
14	MR. MCCLURE: Okay. So then on the
15	tract one, the oversight is or the discrepancy
16	the inaccuracy, I guess, is where it says Providence
17	is uncommitted because they are committed then?
18	MR. SAVAGE: I believe that is correct.
19	I believe that they got a commitment to that or a
20	voluntary agreement and we would need to change that
21	in the exhibit to reflect that.
22	MR. MCCLURE: Oh, actually, are both
23	exhibits on the combined? You have both exhibits on
24	both cases then, in both case files?
25	MR. SAVAGE: Yeah, I think there's a
	Page 124

1 single difference and I believe it involves Oxy 2 between the two cases. MR. MCCLURE: Well, what I mean is, is 3 4 it a combined packet? So maybe I am looking at the 5 packet from the wrong case file and just scrolled down 6 to the wrong place in it. 7 MR. SAVAGE: It is a combined packet; 8 that's correct. 9 MR. MCCLURE: Okay -- okay. Ι 10 apologize. Okay. I got you. Yeah, that's the reason 11 I was looking at one from the other case file then. 12 and it's just the combined packet. I hadn't scrolled 13 all the way down to see all of that. But regardless, 14 okay. Thank you. Yep. That was all my questions, 15 Mr. Savage. Thank you. 16 MR. SAVAGE: Thank you, Mr. McClure. 17 Sorry for the confusion on our end. 18 MR. MCCLURE: No problem. 19 HEARING EXAMINER: Thank you. I think 20 I noticed the same thing. So it was Exhibit A-2 on 21 Case 23120. You need to clarify the status of 22 Providence. 23 MR. SAVAGE: We will do that, clarify 24 that, and --25 HEARING EXAMINER: I think you gave Page 125

Paul Baca Professional Court Reporters A Veritext Company

1 them notice anyway, so --2 Yeah; we gave everybody MR. SAVAGE: You know, in negotiations, you know, you have 3 notice. ongoing negotiations and sometimes you run into 4 5 something like that; I apologize for that. But we 6 will certainly clarify that. 7 HEARING EXAMINER: All right. So any 8 other questions or concerns for Cases 23119, 23120? 9 Hearing none, the exhibits will be admitted into the 10 record. 11 (Exhibits A through C were admitted 12 into evidence.) 13 We are looking forward to a revised Exhibit A-2 in Case 23120. And furthermore, because 14 15 of the publication issue, both of these cases will be 16 continued to the November 17th docket and you don't need to file a continuance. 17 18 MR. SAVAGE: Okay; thank you. Thank 19 you, Mr. Hearing Examiner. 20 HEARING EXAMINER: All right; thank 21 you. So with that, we are now on, I believe, Items 85 22 through 88, Cases 23121, 23122, 23123, 23124; Matador 23 Production Company? 24 MS. VANCE: Paula Vance, Santa Fe 25 office of Holland & Hart --Page 126

1 Ms. Vance, you're HEARING EXAMINER: 2 really quiet. 3 MS. VANCE: Okay; can you hear me now? 4 HEARING EXAMINER: Not very loud. You 5 can try shouting. 6 MS. VANCE: I can use my command voice, since I am a lieutenant commander in the Coast Guard. 7 8 HEARING EXAMINER: Exactly. Those 9 skills come in handy once in a while. 10 MS. VANCE: Is that better? Can you 11 hear me now? 12 HEARING EXAMINER: Yes; that's a little 13 better. Yes. Okay. 14 MS. VANCE: Okay. I apologize for 15 I'm not sure what the issue is. Anyway, Paula that. 16 Vance with the Santa Fe office of Holland & Hart on behalf of the Applicant, Matador Production Company. 17 18 HEARING EXAMINER: All right. And 19 you're doing these four cases separate from the next four cases; is that correct? 20 21 MS. VANCE: That's correct. 22 THE REPORTER: Thank you. Are there any other interested persons for Cases 23121, 122, 23 24 123, or 124? Hearing none, Matador may proceed. 25 MS. VANCE: All right. Give me one Page 127

1	second. I'm going to try to fix my audio. Nope. I
2	don't know what I'm doing. Okay. I will proceed.
3	Hopefully, you can hear me. Okay.
4	In Case Numbers 23121, 23122, 23123,
5	and 23124, Matador seeks to amend the Division orders
6	for its Bivins Fed Com wells, and those wells are
7	numbers 137H, Number 138H, 213H and 214H, and is
8	respectfully requesting an extension of time to
9	commence drilling the initial wells under the orders
10	for those wells.
11	In the exhibit packet we provided,
12	Exhibit A is the extension applications; Exhibit B is
13	a copy of the original orders in those cases for the
14	Bivins wells; and then Exhibit C is an affidavit from
15	landman David Johns in which he attests to why there
16	is good cause to extend the orders in these cases.
17	And just a brief explanation, Matador
18	filed federal APDs for the Number 137H and the Number
19	138H Bivins wells in October 2021 and the Number 213H
20	and Number 214H Bivins wells in November 2021 and has
21	not yet received approval. But once Matador receives
22	approval, Matador intends to promptly drill those
23	wells.
24	And then Exhibit D is a self-affirmed
25	statement of notice with sample letters that were
	Page 128
	Paul Page Professional Court Perpertans 505 843 0241

Paul Baca Professional Court Reporters A Veritext Company

1 timely mailed on October 14, 2022 and an affidavit of 2 notification of application, which is Exhibit E, which was timely published on October 16th and 19th for the 3 respective cases that are indicated. 4 5 And unless there are any questions, I 6 would ask that the exhibits be admitted into the record and that case numbers 23121, 23122, 23123, and 7 8 23124 be taken under advisement by the Division at 9 this time. 10 (Exhibits A through E were marked for 11 identification.) 12 HEARING EXAMINER: Thank you. Mr. 13 McClure, any questions? MR. MCCLURE: Yes, Mr. Brancard, I do. 14 15 Ms. Vance, it looks like only two persons were noticed 16 on these first four cases; is that correct? 17 MS. VANCE: I believe that is correct. 18 MR. MCCLURE: Now, the original order from last year, it looks like there were nine noticed 19 20 persons. Do you know what the discrepancy is there or 21 the reason for the discrepancy, excuse me. 22 MS. VANCE: I apologize for 23 interrupting. I'm not sure, but I'm happy to follow up with Matador. I'm not sure if it's a case where 24 25 they may have reached agreement with those parties. Page 129

1	But again, I'm happy to follow up and get an answer
2	for you.
3	MR. MCCLURE: Thank you. Yeah. That
4	was kind of maybe what my presumption might be the
5	reason for it, but a confirmation of that would
6	definitely be good. Thank you; that's the only
7	question I had.
8	HEARING EXAMINER: Thank you. Are
9	there any other interested persons for cases 23120,
10	121, 122, 123? Hearing none, these cases will be
11	the exhibits will be admitted into the record and the
12	cases will be taken under advisement. Thank you.
13	(Exhibits A through E were admitted
14	into evidence.)
15	MS. VANCE: Thank you.
16	MR. MCCLURE: Are we asking for the
17	additional supplemental information, Mr. Brancard?
18	HEARING EXAMINER: I'm sorry; what was
19	your information, Mr. McClure?
20	MR. MCCLURE: The reason for the
21	difference in notice, assuming that we want that,
22	anyway?
23	HEARING EXAMINER: Yes.
24	MS. VANCE: Does that need to be filed
25	or can I e-mail the Division with that information?
	Page 130

1 Maybe e-mail Mr. McClure directly? 2 HEARING EXAMINER: Mr. McClure, are you 3 okay with that? 4 MR. MCCLURE: Oh, I apologize, Mr. 5 Brancard, I thought you were -- I was going to say, I 6 would assume you'd want them to file it in the case 7 file, would we not? 8 HEARING EXAMINER: Well, if there's no 9 need to correct anything? 10 MR. MCCLURE: Well, I guess you make a 11 good point. 12 HEARING EXAMINER: You're asking for an 13 explanation here. 14 MR. MCCLURE: I was going to say, a 15 follow up by an e-mail would be fine with me if it's 16 good with you? 17 HEARING EXAMINER: Okay. And then, based on that, if you need to change anything in the 18 exhibits, follow up immediately. 19 20 MS. VANCE: Will do. 21 HEARING EXAMINER: Thank you. All 22 right. With that, Cases Numbers 89, 90, 91, 92. 23 These are Case Numbers 23125, 23126, 23127, 23128; 24 Matador Production Company? 25 MS. VANCE: Hello again; still me. Mr. Page 131

1	Hearing Examiner and Mr. McClure, Paula Vance with the
2	Santa Fe office of Holland & Hart on behalf of the
3	Applicant, Matador Production Company.
4	HEARING EXAMINER: Thank you. Are
5	there any other interested persons for cases 23125,
6	126, 127, 128? Hearing none, please proceed.
7	MS. VANCE: Thank you, Mr. Hearing
8	Examiner. In Case Numbers 23125, 23126, 23127, 23128,
9	Matador seeks to amend the Division orders for its
10	Weinberger Fed Com wells, and those are Number 135H,
11	Number 136H, Number 211H, and Number 212H, and is
12	respectfully requesting an extension of time to
13	commence drilling. The initial wells under those
14	orders for those wells.
15	In the exhibit packet we have provided
16	the extension applications, which is Exhibit letter A;
17	a copy of the original orders, which is Exhibit B; and
18	Exhibit C is an affidavit from landman David Johns in
19	which he attests to why there is good cause to extend
20	the orders.
21	And again, a brief explanation.
22	Matador filed federal APDs for each of the wells in
23	September 2021 and has not yet received approval. But
24	once they receive approval, they plan to drill these
25	wells promptly.

1 And then, Exhibit D is a self-affirmed 2 statement of notice with sample letters that were timely mailed on October 14, 2022 and an affidavit of 3 notification of publication, which is Exhibit E, and 4 5 was timely published on October 16th, 18th, and 19th 6 for the cases indicated on the affidavits. 7 And unless there are any questions, I 8 would ask that all exhibits be admitted into the 9 record and that Case Numbers 23125, 23126, 23127, and 10 23128 -- or, yes; I'm sorry -- I may have said --11 23127 and 23128 -- my apologies -- be taken under 12 advisement by the Division. 13 (Exhibits A through E were marked for identification.) 14 15 HEARING EXAMINER: Thank you. Mr. 16 McClure, questions? 17 Yes, Mr. Brancard, I do. MR. MCCLURE: 18 Ms. Vance, maybe I'm looking in the wrong case file, 19 but I guess I don't even see any notice information. 20 I see, like, an example certified notice here, but I'm not, like, seeing, like, the public notice here. Is 21 22 that only in some of the case files, or am I just 23 blind looking at the exhibit? Well, I would have to look. 24 MS. VANCE: 25 But the copy that I have that I believe we filed has a Page 133

1 sample of the letters and that is followed by the 2 green cards, and there are five green cards, and then all of the notices of publication. But I'm happy to 3 look on the Division's website. 4 5 MR. MCCLURE: How many pages do you have on that exhibit? Because there's 56 of them on 6 7 the one I'm looking at. 8 MS. VANCE: I had 62. 9 MR. MCCLURE: Okay. 10 HEARING EXAMINER: I don't see any 11 green cards. 12 MR. MCCLURE: T wonder if it's in one 13 of the other case files or something? 14 HEARING EXAMINER: Did you have a 15 spreadsheet on notice, Ms. Vance? 16 MS. VANCE: We did not; just the green 17 cards were included. And I'm on the Division's website and I'm pulling up, starting with the first 18 19 case, 125. Yeah; I see that there are 56 pages. So, 20 I'm not sure why that's not in there? That's yeah. 21 not the complete packet that I have in front of me 22 that's in our case file. But I'm happy to refile 23 these with the green cards and the Notice of 24 Publication. If you give me --25 HEARING EXAMINER: Do we have a list of Page 134

1 the parties who were supposed to receive notice? 2 MS. VANCE: I do. I'm not sure if --3 can I e-mail that packet to you right now so you can see that and we can file it after the hearing? I'm 4 5 not sure why the complete packet is not on the OCD's 6 images. 7 HEARING EXAMINER: Why don't we hold 8 this case then for a little bit and get back to it 9 later? 10 Yeah. Would it be --MS. VANCE: 11 HEARING EXAMINER: And you can send 12 us --13 MS. VANCE: Oh, I'm sorry. Please go ahead. 14 15 HEARING EXAMINER: Can you send us the 16 information or send it to Marlene. 17 MS. SALVIDREZ: Actually, just file it 18 online and I will approve it right away. 19 Thank you. MS. VANCE: 20 MR. MCCLURE: So we are just moving 21 these to the end of the docket then, Mr. Brancard, or? 22 HEARING EXAMINER: Yes; I think that would be appropriate. Because it sounds like Ms. 23 24 Vance has the information. You can get it to us. She doesn't need two weeks to do it. And we can hopefully 25 Page 135

1 evaluate it by the end of today. 2 MR. MCCLURE: Ms. Vance, the only thing 3 I quess I would point out real fast is these cases also seem to have the same discrepancy between the 4 5 original order notice and these orders notice, in that 6 if you only noticed 5 people this time I think 7 initially there were 15 people noticed. So if you 8 just wanted to include these cases in the follow-up 9 e-mail that you will be providing to me on the initial four cases? 10 11 MS. VANCE: I am happy to do that, Mr. 12 McClure. 13 MR. MCCLURE: Thank you. 14 HEARING EXAMINER: All right. Why 15 don't we just stay these cases; 23125 through 23128, 16 and we will get back to them, hopefully, at the end of 17 the docket here today. That would be much 18 MS. VANCE: appreciated, Mr. Hearing Examiner. 19 20 HEARING EXAMINER: All right; thank 21 vou. So why don't we move on then to our next two 22 These are Items 93 and 94 on the worksheet. cases. 23 These are Cases 23147, 23148; Devon Energy Production? 24 MR. SAVAGE: Good morning Mr. Hearing Examiner and Mr. Technical Examiner, Darin Savage with 25

1	Abadie & Schill appearing on behalf of Devon Energy
2	Production Company, LLP.
3	HEARING EXAMINER: Thank you. Are
4	there any other interested persons for cases 23147,
5	23148? Hearing none, Devon may proceed.
6	MR. SAVAGE: Thank you. These cases,
7	Numbers 23147 and 23148, cover lands in the $W/2$ of
8	Sections 26 and 35, excluding the SW/4 S/W S/W of
9	Section 35, all in Township 22 South, Range 33 East,
10	Lea County, New Mexico.
11	The S/W 4 of Section 35 is excluded due
12	to BLM restrictions on leasing in this area. In this
13	area, the BLM has had some restrictions on these
14	sections in a number of areas. Previously, we pooled
15	in the E/2 of some of these sections and experienced
16	the same BLM restrictions.
17	The landman in this case, Matthew
18	Hoops, has testified previously before the Division as
19	an expert witness and his credentials have been
20	accepted as record acknowledging his expertise. The
21	geologist is Thomas Peryam, who has testified before
22	the Division as an expert witness and his credentials
23	have been accepted as a matter of record.
24	In Case Number 23147, Devon seeks an
25	order establishing a nonstandard 600-acre, more or
	Page 137

1	less, spacing unit comprised of the $W/2$ of Section 26
2	and the NW/4 and the N/2 SW/4 and the SE/4 SW/4 of
3	Section 35 and that's basically the $W/2$ , excluding
4	the S/W S/W and pooling all uncommitted interest
5	owners in the Bone Spring Formation.
6	The unit will be dedicated to four
7	initial wells; the Serpentine 35-26 State Fed Com 1H
8	well; the Serpentine 35-26 Fed Com 9H well; the
9	Serpentine 35-26 Fed Com 11H well; and the Serpentine
10	35-26 Fed Com 12H well.
11	Orientation of the well is stand up,
12	south to north, and all setback requirements under
13	statewide rules are met. Since Devon is requesting a
14	nonstandard spacing unit, Devon is applying
15	administratively for approval of the nonstandard unit
16	and is working with the OCD through this process.
17	Mr. Hoops' Exhibit A includes his
18	landman affidavit, the C102s, the ownership breakdown,
19	well proposals with AFEs, and chronology of contacts
20	showing the extent of negotiations and interactions
21	with Marathon.
22	Mr. Peryam's Exhibit B for this case
23	includes his geology affidavit along with the standard
24	geology exhibits listed as B-1 through B-6 that show
25	potential for development as described in his
	Page 138

Paul Baca Professional Court Reporters A Veritext Company

1	affidavit.
2	Exhibit C provides the Affidavit of
3	Notice for mailings and publication notice. Notice
4	was both timely sent and published. All owners were
5	locatable and notice was delivered.
6	In Case Number 23148 Devon seeks an
7	order establishing a nonstandard 600-acre, more or
8	less, spacing unit comprised of the W/2 of section 26 $$
9	and the NW/4 and the N/2 SW/4 and the SE/4 SW/4 of
10	Section 35 and pooling all uncommitted interest owners
11	in the Wolfcamp formation.
12	The unit will be dedicated to two
13	initial wells; the Serpentine 35-26 Fed Com 2H well
14	and the Serpentine 35-26 Fed Com 10H well.
15	Orientation of the unit is stand up, south to north,
16	and setback requirements under statewide rules are
17	met. Again, Devon is applying administratively for
18	approval of the nonstandard unit and is working with
19	the OCD through this process.
20	Mr. Hoops' Exhibit A includes his
21	landman affidavit, the C102s, the ownership breakdown,
22	the well proposals with AFEs and chronology of
23	contacts showing the extent of negotiations with
24	Marathon.
25	Mr. Peryam's Exhibit B for this case
	Page 139

1 includes his geology affidavit along with the standard 2 geology exhibits that he lists as B-1 through B-6. Exhibit C provides the Affidavit of 3 Notice for mailings and publication notice. Again, 4 5 notice was both timely sent and published and all 6 owners, both working interests and overrides, were 7 locatable and notice delivered. 8 Both Mr. Hoops and Mr. Peryam affirm 9 that the approval of these applications, the two, is in the best interests of conservation, protection of 10 11 correlative rights, and the prevention of waste and 12 will prevent the drilling of unnecessary wells. 13 At this time, I move that Exhibits A, 14 B, and C and all sub exhibits be accepted into the 15 record for Cases 23147 and 23148 and that the cases be 16 taken under advisement. 17 (Exhibits A through C were marked for identification.) 18 19 And I am available for any questions 20 that you may have. 21 HEARING EXAMINER: Thank you. Mr. 22 McClure, any questions? 23 MR. MCCLURE: Yeah, I do, Mr. Brancard. 24 Mr. Savage, how it kind of seemed from your testimony 25 here is your NSP is based upon the exclusion of the Page 140

1	SW/4 of the SW/4 of Section 35; is that correct?
2	MR. SAVAGE: That's correct. And
3	that's what we had done in the past with the when
4	we addressed the $E/2$ of these sections. Correct, Mr.
5	McClure.
6	MR. MCCLURE: I was going to say, the
7	only difficulty we're looking at here is your infill
8	well or, excuse me, your defining well. You're
9	essentially fitting the SE/4 of the SW/4 to its
10	spacing unit. You're not excluding the SW/4 of the
11	SW/4?
12	MR. SAVAGE: That would be the
13	flipside, I believe. I would have to look at that,
14	that we added that quarter section; I agree.
15	MR. MCCLURE: Well, the reason I bring
16	this up because, I mean, they're both NSPs, but the
17	reason I bring this up is the notice requirements for
18	NSPs is different based upon whether you're including
19	or excluding
20	MR. SAVAGE: That sounds correct.
21	MR. MCCLURE: Yeah. So do you know if
22	the notice that was conducted was done based upon the
23	inclusion or the exclusion of that?
24	MR. SAVAGE: Well, you know, it has
25	gone through that I can't remember the exact
	Page 141

1 details of that. I would have to pull that up. But 2 it's gone through that process and I believe it has 3 been approved, the NSP. But I do need to talk with 4 Mr. Lowe.

5 You know, we did some changes with the 6 wells and I believe we may need to talk with him 7 either about supplementing or doing something to 8 account for possibly some of these changes that we did 9 with this application.

MR. MCCLURE: Mm-hmm.

10

25

11 MR. SAVAGE: But as I understand, you 12 know, how we viewed that is, that well, the spacing 13 unit would have been a standard unit. And the rules point out, it would have been a standard unit had we 14 15 been able to include that SW SW/4 because we would 16 have used a proximity well, possibly, to bring that 17 And so, how they were looking at that was that in. because -- excluded because we could not do the full 18 standard spacing unit that we had to exclude that SW 19 20 SW/4. That's how we were doing that. And I believe 21 that you would have to do notice of adjacent owners 22 all the way around.

23 MR. MCCLURE: Correct; yeah, that
24 essentially would be the difference.

MR. SAVAGE: Yeah. And I know we went

1 ahead and accounted for everybody as a precaution. Ι 2 know that we did all of the adjoining owners and potential owners in that regard. But that has been 3 extensively reviewed -- during the --4 5 MR. MCCLURE: And you believe -- and 6 you believe the admin order for that NSP has already 7 been approved? Do you happen to have it with you? 8 THE WITNESS: I believe that's already 9 been approved, but I -- I think I need to talk to Mr. Lowe about, you know, we did -- we did an amended 10 11 application to address the change of the 9H well and I 12 want to make sure with Mr. Lowe that, that is not an 13 issue in there. 14 MR. MCCLURE: So then perhaps the 15 initial NSP has been approved but there may be an 16 amended NSP that you're going to submit an application 17 for? I believe that may be the 18 MR. SAVAGE: 19 proper process for this so I'm going to have to look 20 that up closely. 21 MR. MCCLURE: Okay. 22 MR. SAVAGE: But we've gone through a 23 lot of the evaluation at this point on the NSP. 24 MR. MCCLURE: Okay. Do you happen to 25 have that NSP number? Page 143

1 MR. SAVAGE: I can certainly e-mail 2 I'll be glad to e-mail that to you. that to you. 3 MR. MCCLURE: Yes; please e-mail that 4 to me. 5 MR. SAVAGE: Yeah. MR. MCCLURE: And then, has the 6 7 Division -- I know in the prior CP orders with these I 8 thought we were doing the NSP as a part of the CP. I 9 quess I don't know. Has the Division communicated to you that we can administratively do an NSP and then do 10 11 the compulsory pooling based upon that, or? 12 MR. SAVAGE: That's been my 13 understanding. That's how we've done it in the past 14 and we've never had an objection to that. It's my 15 understanding that you can do the NSPs and the NSLs 16 administratively and go through the notice process for 17 those applications on the backside. 18 MR. MCCLURE: Okay. Well, the only 19 other question I have for you, Mr. Savage, is that 20 your understanding then that, that SW/4 of the SW/4, 21 the BLM has no intention of leasing it out anytime in 22 the immediate future then; is that correct? 23 MR. SAVAGE: Yes. We ran into that with the E/2 and we tried to lease that -- Devon tried 24 25 to lease that numerous times and has been in Page 144

1 conversation with the BLM and that's been the 2 conclusion, is that, that is fully restricted. And I believe it's based on habitat issues. 3 4 MR. MCCLURE: Okay; thank you, Mr. 5 Savage. I have no more questions for you on these 6 cases. 7 HEARING EXAMINER: Okay. We need to 8 really clarify what this case is about. 9 MR. SAVAGE: Okay. 10 HEARING EXAMINER: You have applied 11 through a hearing for a nonstandard spacing unit. 12 THE WITNESS: That is correct. 13 HEARING EXAMINER: But it appears that 14 you have also applied administratively for a 15 nonstandard spacing unit. 16 MR. SAVAGE: Well --17 THE REPORTER: You can do either, okay? 18 MR. SAVAGE: Yes. I thought -- yes. 19 So, you know, if we are approving the nonstandard 20 spacing unit through this hearing, we are going to give you a lot of grief now about your nonstandard 21 22 spacing unit application. 23 MR. SAVAGE: Okay. 24 HEARING EXAMINER: Okay? But it 25 appears that you are already processing this through Page 145

1 the administrative process? 2 MR. SAVAGE: That is correct. And, Mr. 3 Brancard, I apologize if there was some confusion there. But the language in there about requesting a 4 5 nonstandard, I quess that was with an appeal to provide notice to the OCD that we were wanting 6 7 approval of the NSP but that we -- and we wanted the 8 Division to be aware of that upfront with the pooling 9 process, but that the intent was to go through the 10 administrative process on that. There may be a better 11 way to phrase that --12 HEARING EXAMINER: Just say what you 13 just said. 14 MR. SAVAGE: So we would just --15 HEARING EXAMINER: This is a 16 nonstandard spacing unit. We will apply for 17 administrative approval of a nonstandard spacing unit. 18 MR. SAVAGE: Yes; I agree, that 19 additional request for approval is misplaced in that 20 application. But the intent is, I believe, expressed 21 in that desire and the action of pursuing the 22 administrative process. 23 HEARING EXAMINER: Okay. So the 24 question then is, what is nonstandard about this 25 spacing unit? Because we could look at this as a, Page 146

1	what? A 640-acre spacing unit that's missing 40
2	acres.
3	THE WITNESS: That is correct.
4	HEARING EXAMINER: Okay. If that's
5	correct, then your spacing unit needs to have a
6	proximity well.
7	MR. SAVAGE: I guess with the
8	configuration that Devon was going forward with that
9	we felt like we couldn't extend the proximity well
10	since they were starting from with the drilling pads
11	in the south and then they were doing take points
12	where the lateral did not include that did not
13	bring in that S/W S/W4, we felt like the cleaner
14	approach would be to do a nonstandard to account for
15	that $4/4$ section, as opposed to trying to reach
16	something where it wasn't operationally feasible do a
17	lateral to pull in that $S/W$ SW/4. That was the
18	thinking behind that.
19	So we thought it was a cleaner approach
20	where the, you know, the end result would be analogous
21	and the only difference it looks like would be that
22	the additional notice to ensure that correlative
23	rights were protected, providing that the Division
24	would approve that approach.
25	HEARING EXAMINER: Okay. Well, your 9H
	Page 147

well looks close to being a proximity well. 1 2 MR. SAVAGE: That's 9? Let me pull 3 that up here. 4 HEARING EXAMINER: But it's not pooling 5 in that last 4/4 down there. 6 MR. SAVAGE: That's right. That was 7 the concern. 8 HEARING EXAMINER: Southeast of the Southwest, I guess? 9 10 Right. That was the MR. SAVAGE: 11 concern, you know, that those laterals were not 12 extending sufficiently to actually operate fully as a 13 proximity well. We ran into that in the E/2 too. We had a lateral that didn't extend all the way up and, I 14 15 think, was able to include a restricted 4/4 section 16 and we went with the nonstandard on that. The 17 Division agreed to that. 18 HEARING EXAMINER: Okay. So are you saying that all of these nonstandard issues are being 19 20 addressed in your nonstandard application? 21 MR. SAVAGE: That is correct, Mr. 22 Brancard. I believe that's correct. In the future, 23 we'll be a little bit more specific on our placement 24 of approval language. But, yes. We were going 25 through that process. A lot of it has been reviewed Page 148

1	and we'd like to finalize that as part of this process
2	with the pooling.
3	HEARING EXAMINER: Okay. You need to
4	provide us with some sort of certificate or revised
5	landman's affidavit or a certificate from you sort of
6	saying what the process is.
7	MR. SAVAGE: Okay. We will do that.
8	HEARING EXAMINER: And that this is a
9	nonstandard spacing unit and the nonstandard spacing
10	unit will be approved and we will be seeking
11	administrative approval of a nonstandard spacing unit.
12	MR. SAVAGE: Yes; thank you, Mr.
13	Brancard. We'll get that to you.
14	HEARING EXAMINER: Mr. McClure, any
15	other concerns or questions?
16	MR. MCCLURE: If you're asking me, Mr.
17	Brancard, no. Just the NSP was the only thing I had
18	questions about and the potentially stranded acreage,
19	but I think I already asked all of my questions.
20	HEARING EXAMINER: Thank you. And so,
21	these would apply to both cases, Mr. Savage; just one
22	is Bone Spring and one is Wolfcamp?
23	MR. SAVAGE: Yes, sir.
24	HEARING EXAMINER: All right. Are
25	there any other persons then for Cases 23147, 23148?
	Page 149
	rage II)

1 Hearing none, and the exhibits will be admitted into 2 the record and cases 23147 and 23148 will be taken under advisement. We will leave the record open for 3 two weeks for clarification that our approval is only 4 5 for compulsory pooling and that all issues related to 6 nonstandard spacing units will be addressed 7 administratively. 8 (Exhibits A through C were admitted 9 into evidence.) 10 MR. SAVAGE: Thank you. 11 HEARING EXAMINER: Thank you. All 12 right. So with that, I believe we are on Item Number 13 95, Case 23168, Marathon Oil Permian, LLC? 14 MS. BENNETT: Good morning, everyone. 15 Deana Bennett on behalf of Marathon Oil Permian, LLC. 16 HEARING EXAMINER: Thank you. Are 17 there any other persons for Case 23168? Hearing none, 18 please proceed. 19 MS. BENNETT: Thank you very much. As 20 a preliminary matter, I did submit a revised exhibit 21 packet yesterday with a notice that I was filing a 22 revised exhibit packet and a short summary of what the 23 revisions were. So I will be working off of the 24 revised exhibit packet and happy to answer any 25 questions you may have about the revisions.

1 So in Case 23168, Marathon seeks an 2 order from the Division pooling all uncommitted interests within a standard 640-acre Wolfcamp spacing 3 unit, which was in the Wolfcamp Purple Sage and the 4 5 spacing unit underlies the W/2 of Section 35, Township 22 South, Range 28 East, and the W/2 of Section 2, 6 7 Township 23 South, Range 28 East, and this spacing 8 unit will be dedicated to two wells; the Trojan Horse 9 35 WXY Fed Com 2H well and the Trojan Horse 35 WXY 4H well. 10 11 So in the materials that I submitted 12 yesterday, the revised packet, I have included the 13 declaration of Chase Rice. He's the landman for Marathon and he has previously testified before the 14 15 Division and his credentials have been accepted as a 16 matter of record. And behind his self-affirmed 17 18 declaration is the application, corrected C102s -- so 19 that's the change from the original exhibit packet I 20 submitted -- so the corrected C102s which shows 21 standard setbacks for the Purple Sage Wolfcamp pool. 22 Then behind the C102s there are the tracts, maps, summary of interests. We have also 23 24 included a summary of contacts, sample well proposal, 25 an AFE, and then the Notice Affidavit prepared by my

1 office and the notice affidavit does show that notice 2 was timely mailed and that it was timely published. And I have noted for my office to update the website 3 to the current website in our future mailings, but 4 5 thank you for pointing that out today. 6 In the Tab C, that contains the 7 declaration of Matt Baker; he's a geologist with 8 Marathon and he has previously testified before the Division, and his exhibits contain the usual suite of 9 10 geology exhibits, including a locator map, well bore 11 schematic, a structure map, a cross reference well 12 locator map, a stratigraphic cross-section, an isopach 13 map and then an excerpt from the Sweeney-Zoback [ph] paper describing the rationale for the orientation in 14 15 this area. 16 With that, I would ask that the revised 17 exhibits in Case Number 23168 be admitted into the record and this case taken under advisement and I am 18 19 happy to answer any questions the Division may have. 20 (Exhibits A through C were marked for 21 identification.) 22 HEARING EXAMINER: Thank you. Mr. 23 McClure? 24 MR. MCCLURE: No, Mr. Brancard, I don't 25 have any questions for this case. Page 152

1 HEARING EXAMINER: All right. Let me 2 find the application. First of all, appreciate you 3 indicating what all of the changes are in your revised 4 submittal. But I quess just to totally clean things 5 up so that we have a good checklist that can be attached to the order, if you could submit a version 6 7 that doesn't have red on it? 8 MS. BENNETT: Oh, sure. Definitely, I 9 can definitely do that. As you noted, I did indicate it in red just for your convenience so I am happy to 10 11 now remove the red. 12 So our rules HEARING EXAMINER: Okav. 13 require that applications for this process have a 14 statement as to whether the pooled unit is for gas or 15 oil production. I don't see anything in your 16 application as to whether these are gas or oil wells. Well, I think that's 17 MS. BENNETT: 18 interesting? I've been using this same form of 19 application for a long time now. So I did note in my 20 application -- I'm sorry. 21 HEARING EXAMINER: I think it's in your 22 checklist. I think you are required to say it in your 23 checklist, so. 24 MS. BENNETT: Okay. And in the 25 application we did say -- I'm looking at Exhibit B-Page 153

,	
1	1 we said that these wells will be located within
2	the Purple Sage Wolfcamp gas pool, which, while
3	perhaps not a direct statement of this being a gas
4	pool, it is. We did identify the pool and pool code
5	and that it is a gas pool.
6	HEARING EXAMINER: Yeah. I mean,
7	that's the thing that always gets me about Purple Sage
8	because your checklist indicates that, yes, it is a
9	Purple Sage gas pool and then it says primary product
10	oil. But that's an ongoing internal debate at the
11	OCD. I think I'm in the minority in trying to say you
12	can't use the Wolfcamp Purple Sage for oil wells, but
13	that seems to be what people use it for.
14	Okay. Was there anything else, Mr.
15	McClure?
16	MR. MCCLURE: I don't have anything
17	else. I was going to say, I thought in the past and
18	once you pointed out that it says oil in the
19	checklist, it seems like in the past we've been having
20	gas there for the Purple Sage Wolfcamp because I was
21	thinking that we default to gas unless unless an
22	operator actually shows that the GOR qualifies it for
23	oil, I believe?
24	HEARING EXAMINER: Yeah. We actually
25	have definitions of oil and gas well in our rules.
	Page 154

1 MR. MCCLURE: Yeah, we do. Yeah. 2 HEARING EXAMINER: So. I would hope 3 that, you know, companies that are spending over \$10 million on a well know what they're shooting for. 4 5 MS. BENNETT: Mm-hmm. It sounds like a 6 fix for this could be for me to fix that in the 7 compulsory pooling checklist when I submit the 8 checklist, revised. 9 HEARING EXAMINER: Okay. That would be 10 great. 11 I will definitely do MS. BENNETT: 12 that. 13 HEARING EXAMINER: Thank you. All 14 right. Are there any other interested persons for 15 Case 23168? Hearing none, the exhibits will be 16 admitted into the record. Case 23168 will be taken 17 under advisement. We will leave the record open for two weeks to submit a claim revised checklist. Thank 18 19 you. 20 (Exhibits A through C were admitted 21 into evidence.) 22 With that, we'll call Item 96, Case 23 23169; Marathon Oil Permian, LLC? 24 MS. BENNETT: Good morning, almost 25 afternoon. Deana Bennett, Modrall Sperling, on behalf Page 155

1 of Marathon Oil Permian, LLC. 2 HEARING EXAMINER: Thank you. Any 3 other persons here for Case 23169? Hearing none, 4 please proceed. 5 MS. BENNETT: Thank you. In Case 6 23169, Marathon seeks an order from the Division 7 pooling all uncommitted interests within a Wolfcamp 8 horizontal spacing unit underlying the N/2 of Sections 9 5 and 6, Township 23 South, Range 28 East, Eddy County, New Mexico. And again, this is in the Purple 10 11 Sage Wolfcamp gas pool. 12 This spacing unit will be dedicated to the Maximus 5 WXY Fed Com 1H and the Maximus 5 WXY Fed 13 Com 2H wells. And I submitted the application -- I'm 14 15 sorry -- the exhibits on Tuesday and did not have to 16 revise them on Tuesday but will have to revise them 17 after today. But going with what I submitted, I 18 submitted the self-affirmed declaration of Chase Rice, 19 20 who has previously testified before the Division and 21 his credentials have been accepted as a matter of 22 record. And behind his declaration we have included the application, C102, the lease tract map and summary 23 24 of interests, the sample proposal letter, AFEs, and 25 the notice affidavit. And you'll see from the notice

affidavit that mailings were timely done and
 publication was also timely done.

Then Tab C contains the self-affirmed 3 declaration of Matt Becker. Mr. Becker is a geologist 4 5 for Marathon and he has previously testified before 6 the Division and his credentials have been accepted as a matter of record. And he includes behind his self-7 8 affirmed declaration the usual suite of exhibits, 9 which are the locator map, well bore schematic, 10 structure map, cross referenced wells locator map, the 11 stratigraphic cross-section, the gross interval ISA 12 core, and an excerpt from the Sweeney-Zoback [ph] 13 paper discussing the preferred orientation in this 14 area.

I do want to just acknowledge that I did do oil in the pool or in the compulsory pooling checklist for this one so I will make that change and submit the compulsory pooling checklist to you.

And then while we've been discussing or while we've been on the hearing today, marathon has actually been able to make contact with Ms. Chanly [ph], who is one of the working interest owners. She owns a very -- very small interest. We noted in the summary of contacts that research was ongoing to try to reach out to her and they were able to reach her

1 today. And so, I am going to remove her from the 2 pooling. As of now, she's shown as a party that Marathon is seeking to pool. But because they have 3 been able to actually contact her today, I am going to 4 5 remove her from the pooling list -- pool party list 6 and I will update that and resubmit the exhibits. And 7 if Marathon has to come back and pool her at a later 8 date, they'll do that. 9 So with that, I would ask that the exhibits in Case Number 23169 be admitted into the 10 11 record, that the case be left open for me to submit 12 additional exhibits, and the case be taken under 13 advisement. 14 (Exhibits A through C were marked for 15 identification.) 16 HEARING EXAMINER: Thank you. Mr. 17 McClure? MR. MCCLURE: Yes, Mr. Brancard, I do 18 19 have a question for Ms. Bennett. Ms. Bennett, so 20 based upon the geologist's testimony here, it looks 21 like it is equally preferred whether it is a laydown 22 or stand up well; is that kind of correct then? My 23 understanding, I mean. 24 MS. BENNETT: That's correct. Yes, 25 your understanding is correct that it could be either Page 158

,	
1	laydown or stand up and Marathon has chosen its
2	orientation based on its ownership.
3	MR. MCCLURE: Yeah. I was going to
4	say, based off the it looks like the actual thing
5	would be half way between, it says, 45 degrees. But
6	from that thought process, I guess, equally stand up
7	or laydown is equally bad, I guess would be the
8	thought process, or equally good, but.
9	MS. BENNETT: Yeah; let's go with glass
10	half half full.
11	MR. MCCLURE: Half full; yeah. There
12	you go. Thank you, Ms. Bennett. Mr. Brancard, that
13	was all my questions.
14	HEARING EXAMINER: Thank you. Okay.
15	So for the list of pool parties, your client has made
16	contact with somebody they hadn't made contact with
17	before.
18	MS. BENNETT: Mm-hm.
19	HEARING EXAMINER: But I'm sensing that
20	they're not committed yet but they might be committed
21	so you want to take them off the list of pool parties?
22	MS. BENNETT: That's right. Yes. They
23	haven't had a chance to have discussions with her
24	before today because they haven't been able to find
25	her so it would be premature to pool her today. But
	Page 159

[	
1	they might not be able to reach an agreement with her
2	so we would come back if necessary.
3	HEARING EXAMINER: Okay. All right.
4	MS. BENNETT: And she does have it's
5	Norma J. Chanly [ph] and she does have less than 1
6	percent interest, so it's a very small interest. But,
7	as I mentioned, the broker, Marathon's broker was able
8	to find a phone number for her today and called her,
9	so we'll be back in touch if we need to.
10	HEARING EXAMINER: Thank you. Thank
11	you for your client's doggedness on this issue. All
12	right. Any other concerns or questions on Case 23169?
13	Hearing none, the exhibits in this matter will be
14	admitted into the record. Case 23169 will be taken
15	under advisement, the record left open for two weeks,
16	and I believe we have a revised checklist and a
17	revised list of pool parties.
18	(Exhibits A through C were admitted
19	into evidence.)
20	MS. BENNETT: That's correct; that's my
21	understanding. Thank you.
22	HEARING EXAMINER: Thank you. With
23	that, I believe we are on Item Number 97, Case 23170;
24	Mewbourne Oil Company?
25	MR. FELDEWERT: Good morning, Mr.
	Page 160
l	

Paul Baca Professional Court Reporters A Veritext Company

1	Examiner. Michael Feldewert with the Santa Fe office
2	of Holland & Hart on behalf of the Applicant.
3	HEARING EXAMINER: Are there any other
4	interested parties here for Case 23170? Hearing none,
5	Mewbourne may proceed with the Sig well.
6	MR. FELDEWERT: Thank you, Mr.
7	Examiner. I split this one out from the other two
8	cases because this involves an effort to pull a
9	standard 619.84-acre horizontal well spacing unit in
10	the Bone Spring Formation using a proximity track
11	well. There are some lots involved here, but it
12	essentially seeks to pool the S/2 equivalent of
13	Section 6 and then the S/2 of Section 5 in 20 South,
14	29 East, down there in Eddy County for what's been
15	referred to as the Sig wells; there's three of them.
16	Our package today provides the
17	application checklist for this case along with the
18	application. And then, Exhibit A is the affidavit
19	from the landman, Tyler Jolly, who provides the
20	description of the spacing unit and the initial
21	proposed wells; Exhibit A-1 provides the C102s for
22	those proposed wells. A-2 provides a general location
23	map at about the middle shows the location of the
24	acreage at issue here. Exhibit A-3, as we saw in the
25	previous case, has the because we are going to be

overlapping some existing Bone Spring spacing units --Exhibit A-3 contains a letter sent out to the affected working interest owners identifying not only the proposed spacing unit that's identifying in detail the spacing units -- there's four of them -- that will be overlapped by this proposed spacing unit.

7 And at the end of Exhibit A-3, as Mr. 8 Jolly points out, is a list of the parties that 9 received these letters. Now, you'll see that he sent 10 out a letter for each of the wells so that's why you 11 do see some duplication here. But at the end of 12 Exhibit A-3, which is page 26 of the PDF, you'll see a 13 list of the affected working interest owners in the 14 proposed spacing unit and then the overlapping spacing 15 units.

Exhibit A-4 provides a tract map of the acreage at issue here and then and ownership breakdown by tract and then by spacing unit. And you will see when you get to the end of that exhibit that they seek to just pool one party here and that is Magnum Hunter, the only remaining party that needs to be pooled.

Exhibit A-5 is the well proposal letter that was sent to Magnum Hunter. There was actually two of them. There was an initial letter that identified two of the three Sig wells and then a third

letter that identified the third Sig Bone Spring well.
 And along with those, in that exhibit, we then also
 provide the AFEs that are related to each of the three
 proposed initial wells.

5 And then Exhibit A-6 provides a summary 6 of the communications with the party that remains to 7 be pooled.

8 Exhibit B is the affidavit, or the 9 statement, I should say, from Charles Crosby, the geologist, who identifies the target intervals and 10 11 then provides a structure map of the area in which he 12 identifies the spacing unit with a black hash and then 13 shows the general orientation of the three proposed wells. And since they are targeting two different 14 15 intervals within the Bone Spring Formation, he's 16 provided a stratigraphic cross-section of 8A prime. 17 The first one shows the targeted interval with a green 18 line in the second Bone Spring Sands. And then 19 Exhibit B-3 provides a stratigraphic cross-section, 20 the same stratigraphic cross-section, showing the 21 targeted interval with a red line in the third Bone 22 Spring sand.

Finally, Exhibit C is the affidavit from my office providing -- confirming that notice of this hearing was provided to Magnum Hunter and we have

Page 163

505.843.9241 www.veritext.com

1	provided the actual green card demonstrating receipt
2	of that notice.
3	So with that, we would ask that this
4	matter be taken under advisement and that Exhibits A,
5	B, and C be admitted into evidence.
6	(Exhibits A through C were marked for
7	identification.)
8	HEARING EXAMINER: Thank you. Mr.
9	McClure, any questions?
10	MR. MCCLURE: Actually, Mr. Brancard, I
11	I don't think I do have any questions. I mean, we
12	do have a number of overlapping here, but I don't
13	think I have any questions on it. Thank you.
14	HEARING EXAMINER: Okay. So Mr.
15	Feldewert, you are simply putting us on notice that
16	there is an overlapping spacing unit. You are not
17	asking in your application for approval of such?
18	MR. FELDEWERT: That is that is
19	correct, Mr. Brancard. We do not expect the need for
20	that.
21	HEARING EXAMINER: All right. Are
22	there any other interested persons then for Case
23	23170? Hearing none, the exhibits in Case 23170 will
24	be admitted into the record and the case will be taken
25	under advisement.

1 (Exhibits A through C were admitted 2 into evidence.) 3 MR. FELDEWERT: Thank you, sir. 4 HEARING EXAMINER: Okay. With that, we 5 move on to Items 98 and 99. This is Cases 23171 and 6 23172; Mewbourne Oil Company? 7 MR. FELDEWERT: Good morning -- it's still morning -- Mr. Brancard and Mr. McClure. 8 9 Michael Feldewert from the Santa Fe office of Holland 10 & Hart on behalf of the Applicant in both of these 11 consolidated cases. 12 HEARING EXAMINER: Thank you. Are 13 there any other interested persons for Cases 23171 and 14 23172?Hearing none, Mewbourne may proceed. 15 MR. FELDEWERT: Gentlemen, under these 16 consolidated applications, Mewbourne seeks to pool two 17 standard horizontal spacing units in the Wolfcamp Formation underlying the S/2 equivalent of Section 6 18 19 and the S/2 of Section 5 in 19 South, 29 East. This 20 is the same acreage that was involved in the prior 21 case, we are just now dealing with the Wolfcamp 22 Formation without a proximity tract well. 23 We provided in our hearing packet the checklist for each of these cases and then also the 24 25 applications that were filed in each of these cases. Page 165

And beginning on page 17 of the PDF, you'll find, again, the self-affirmed statement of Tyler Jolly. He's the landman with the company. He identifies what is sought under each of these two consolidated cases, identifies the initial wells that will be dedicated to these proposed spacing units, and then provides as Exhibit A-1 the C102s for the two proposed wells.

8 A-2, again, is a general location map 9 showing the location of this acreage and you'll see it 10 with a blue box at the middle of the page. Again, we 11 do not have any overlapping spacing units here so we 12 move directly to Exhibit A-3, which is the tract map 13 for first the N/2 of the S/2 acreage. And we have an ownership breakdown there with that exhibit which 14 15 notes that Magnum Hunter is the only party that seeks 16 to be pooled. And then, continuing through that 17 exhibit, you'll see the tract map that's the same for the S/2 acreage, again, with the ownership breakdown 18 19 providing the ownership by spacing unit. And again, 20 Magnum Hunter is the only party that remains to be 21 pooled.

Exhibit A-4 is the well proposal letter that went out for these two Wolfcamp wells. It also included a Bone Spring well, but what's at issue here are the wells identified in subparagraph 2 and 3 of

1 this letter, which is the two Wolfcamp wells along 2 with the AFEs for these two Wolfcamp wells. Exhibit A5 is again the summary of 3 communications with Magnum Hunter. Exhibit B is then 4 5 the statement of the geologist, Charles Crosby. He 6 provides a structure map of the Wolfcamp Formation as exhibit B-1, has identified both spacing units there 7 8 in the S/2 equivalent of 6 and the S/2 of 5 and the 9 general orientation of the proposed wells. And yes, 10 there's some other wells shown on here, but those are 11 not in the Wolfcamp, okay? There are no overlapping 12 spacing units here. 13 Then Exhibit B-2 is the stratigraphic cross-section, 8A prime, that identifies with a red 14 15 line the targeted interval within the Wolfcamp sands 16 underlying this acreage. And finally, Exhibit C is the affidavit 17 from our office providing -- confirming that notice of 18 19 this hearing was provided to the party that remains to 20 be pooled here and that is Magnum Hunter. There's 21 actually two letters, one for each case. 22 So with that, we ask that Exhibits A, 23 B, and C be admitted into evidence and that these two 24 matters be taken under advisement. 25 11

1	(Exhibits A through C were marked for
2	identification.)
3	HEARING EXAMINER: Thank you. Mr.
4	McClure?
5	MR. MCCLURE: Again, Mr. Brancard, I
6	I don't have any questions for either of these cases.
7	HEARING EXAMINER: Okay. Mr.
8	Feldewert, I think we have a problem with notice here
9	and it has to do with legal descriptions. So 171
10	involves Lot 6, right? NW SW equivalent. Okay?
11	MR. FELDEWERT: Okay.
12	HEARING EXAMINER: Application for 172
13	involves Lot 7, SW SW equivalent. But if you go to
14	the notice you attached to your application for 172,
15	it refers to Lot 6 NW SW.
16	MR. FELDEWERT: If you can give me a
17	minute to catch up with you here. So the
18	HEARING EXAMINER: If you just focus on
19	the application for 172.
20	MR. FELDEWERT: Yeah; that's what I'm
21	looking at now.
22	HEARING EXAMINER: Okay.
23	MR. FELDEWERT: So the application
24	itself lists the correct lot and the 4/4 equivalent.
25	HEARING EXAMINER: Right. But when you
	Page 168

1 look at the notice attached to that application, it's 2 got the incorrect lot and the incorrect equivalent. 3 MR. FELDEWERT: So that is correct, Mr. I guess I would point out a couple of 4 Examiner. 5 things; one, the application that Magnum Hunter 6 received certainly correctly identifies the spacing unit and they received actual notice of that 7 8 application and that is the only party that they seek 9 to pool. There's no un-locatable party; it is simply 10 Magnum Hunter. So clearly, Magnum Hunter, in advance 11 of this hearing, is fully aware of the acreage that is 12 involved in both cases and the proposed spacing unit. 13 HEARING EXAMINER: Okay. But it's 14 wrong in the notice that we send out to the public? 15 MR. FELDEWERT: It would be -- you are 16 correct in that the docket notice which I submit to 17 you that would not have been relied upon by anybody does incorrectly have Lot 6 rather than Lot 7. 18 19 HEARING EXAMINER: Okay. All right. 20 So unlike the case earlier today -- and I try to be 21 consistent here -- where we actually ended up 22 dismissing the whole case because of this problem, 23 that case actually had the problem in the application 24 itself. This problem is just in the notice. It's 25 also in your landman's affidavit. That's easy enough

1 to correct. 2 MR. FELDEWERT: Mm-hmm. 3 HEARING EXAMINER: So my solution is to continue just 23172 and, as we have done before with 4 5 other cases, provide us with a correct notice provision and we will put it in the docket for the 6 7 next go around. 8 MR. FELDEWERT: The docket notice? 9 HEARING EXAMINER: Yeah. I mean, it's the notice that was attached to the application. 10 11 MR. FELDEWERT: Right. 12 HEARING EXAMINER: You need to provide 13 us with a correct version of it and then when we 14 notice it for the next hearing, we will have the 15 correct notice in there. 16 MR. FELDEWERT: If you think that is 17 It seems to be necessary here, then we will do that. of far more substance here, given the fact that Magnum 18 19 Hunter got the correct application with the correct 20 legal description. 21 HEARING EXAMINER: I don't know. Т 22 don't know if Magnum Hunter exists. It sounds like a 23 70s TV show. 24 MR. MCCLURE: That was Magnum PI, which 25 I actually liked. Gage Garner was the best actor in Page 170

-	
1	that; he was great.
2	MR. FELDEWERT: Oh, that was Rockford
3	files. Magnum PI was something different.
4	HEARING EXAMINER: He did a lot.
5	MR. FELDEWERT: Yeah.
6	HEARING EXAMINER: All right. So
7	that's how we will solve this. So at this point, are
8	there any other interested persons for Cases 23171 and
9	23172?
10	MR. FELDEWERT: Are we able to get on
11	the docket next docket two weeks from now, Mr.
12	Examiner?
13	HEARING EXAMINER: You've got to get us
14	a new notice paragraph before the end of the day
15	because Marlene will be getting out that packet.
16	MR. FELDEWERT: We will get that to
17	Marlene today.
18	HEARING EXAMINER: All right. So with
19	that, the exhibits in these two cases will be admitted
20	into the record. Case 23171 will be taken under
21	advisement. Case 23172 will be continued to November
22	17th, assuming that we can get this notice provision
23	sent in. And also, please revise the landman's
24	affidavit.
25	
	Page 171

1 (Exhibits A through C were admitted 2 into evidence.) 3 MR. FELDEWERT: Yeah; we can get that. HEARING EXAMINER: And make sure that 4 5 checklist is correct too. I think it is, but. 6 MR. FELDEWERT: Certainly. 7 HEARING EXAMINER: All right. Thank 8 you. 9 MR. FELDEWERT: Thank you. 10 HEARING EXAMINER: All right. So I 11 believe the next case, we've got a late filed 12 objection. This is Item Number 100, Case 23173; 13 Mewbourne Oil Company? 14 MR. BRUCE: Mr. Examiner, Jim Bruce 15 representing Mewbourne. 16 HEARING EXAMINER: Thank you. And we 17 have an entry from Coterra Energy? 18 MR. SAVAGE: Mr. Hearing Examiner, 19 Darren Savage on behalf of Coterra Energy Company and 20 Cimarex Energy Company. 21 HEARING EXAMINER: And I think we have 2.2 a late -- well, it's not a late entry -- but we have 23 an entry from COG Operating? 24 Yes, Mr. Examiner. MR. FELDEWERT: Michael Feldewert with the Santa Fe office of Holland 25 Page 172

> Paul Baca Professional Court Reporters A Veritext Company

1	& Hart on behalf of COG Operating, LLC,
2	ConocoPhillips, and Concho Oil and Gas, LLC.
3	HEARING EXAMINER: Thank you. And my
4	understanding is that COG, et al., objects to this
5	case being heard by affidavit?
6	MR. FELDEWERT: Yes. I spoke with Mr.
7	Bruce about this yesterday and COG intends to send out
8	competing well proposals. And therefore, yes, we
9	would ask that this matter be set for a status
10	conference whenever you think it's appropriate. I
11	think the well proposal is going out either today or
12	tomorrow. Do we have to wait the full 30 days?
13	MR. BRUCE: There may be
14	HEARING EXAMINER: Not if you want a
15	status conference, but if you want a hearing, yes.
16	MR. FELDEWERT: No; good point. Good
17	distinction. So it seems to me that, you know, we can
18	set this for a status conference in December and see
19	where things stand with the competing well proposals
20	and go from there.
21	HEARING EXAMINER: All right. December
22	1, December 15; Mr. Bruce?
23	MR. BRUCE: Mr. Examiner, I recognize
24	the practicalities of the situation. I am simply here
25	to express the displeasure of Mewbourne. I filed my
	Page 173

1 exhibits and if you look at them, Mewbourne sent its 2 well proposal out over five months ago and they have 3 negotiated in good faith with Concho/ConocoPhillips and they received notice of the hearing two-and-a-half 4 5 weeks ago. There was never any discussion of any 6 objection from COG to Mewbourne. And then, less than 7 24 hours before the hearing, we get this objection. 8 And I know it's going to be continued, but Mewbourne's 9 not happy. So I do not want a status conference; I want it set for a hearing. 10 11 HEARING EXAMINER: All right. So we 12 can do that. I would assume then, Mr. Feldewert, that 13 COG is shooting to get on the January 5th docket? MR. FELDEWERT: I believe that's the 14 15 earliest we could get on, right? 16 HEARING EXAMINER: So why don't we set 17 this for a hearing for January 5th? Thank you, Mr. Examiner. I 18 MR. BRUCE: will file the continuance notice. 19 20 HEARING EXAMINER: Thank you. All 21 right. So Case 23173 is set for hearing on January 22 5th. 23 Thank you. MR. FELDEWERT: 24 HEARING EXAMINER: All right. So we 25 have a set of -- a slew of -- well, not a slew, we Page 174

1 have four cases that were part of a contested hearing, 2 prehearing order and all that. But I think we might 3 be able to do them by affidavit today. I'm going to ask if that's possible, if we can get that done right 4 5 now? These are Cases 22427, 22428, 22721, 22722; 6 Mewbourne Oil Company? 7 MR. BRUCE: Mr. Examiner, Jim Bruce 8 entering an appearance for Mewbourne Oil Company. 9 HEARING EXAMINER: All right. I will go around the horn here, but first I'll just ask, is 10 11 there any party that objects to these cases going 12 forward by affidavit? Hearing none, let's go for some 13 entries of appearance here. Cimarex Energy? 14 MR. SAVAGE: Darin Savage with the 15 Santa Fe office of Abadie & Schill on behalf of 16 Coterra Energy and Cimarex Energy Company. 17 HEARING EXAMINER: All right. And as I call you, if you've changed your mind and have an 18 19 objection, now's your chance. Colgate Operating? 20 MS. BENNETT: Good morning -- well, 21 good afternoon, Deana Bennett on behalf of Colgate 22 Operating. 23 HEARING EXAMINER: Thank you. MRC 24 Delaware Company? 25 MR. FELDEWERT: Michael Feldewert with Page 175

1 the Santa Fe office of Holland & Hart on behalf of MRC 2 Delaware Resources, LLC. HEARING EXAMINER: And I believe in the 3 other two cases it's MRC Permian? 4 5 MR. FELDEWERT: The other two -- cases? 6 HEARING EXAMINER: The 721 and 722. 7 MR. FELDEWERT: Okay. Then that would -- yes. Michael Feldewert with the Santa Fe office of 8 9 Holland & Hart appearing on behalf of MRC Permian. 10 HEARING EXAMINER: -- corporation, EOG 11 resources? 12 MR. PARROT: Good afternoon, Mr. 13 Examiner. This is James Parrot with Beatty & Wozniak 14 here for EOG Resources. 15 HEARING EXAMINER: Okav. COG 16 Operating? 17 MS. MUNDS-DRY: Good afternoon, Mr. 18 Hearing Examiner. Ocean Munds-Dry with COG Operating, 19 LLC. 20 HEARING EXAMINER: And is there anyone 21 else who wants to join the fun? Hearing none, as I 22 said, there are no objections, correct, to these cases going forward by affidavit? Hearing none, Mr. Bruce, 23 24 you have the floor. 25 MR. BRUCE: Mr. Examiner, in these Page 176

1 collective cases, Mewbourne seeks pooling orders 2 regarding its Corona 25/26 wells, which the four cases 3 collectively cover Sections 25 and 26, 18 South, 30 4 East, in Eddy County, seeking to pool the Bone Spring 5 Formation.

I have submitted the exhibits. There is the prehearing statement, the applications and notices, the landman's affidavit, which includes, of course, land plats, tract maps, C102s.

The landman, in his affidavit, sets forth the parties being pooled. Actually, at this point, the only parties being pooled are Magnum Hunter, MRC Delaware, and Mike Miller. All of the other parties have come to terms with Mewbourne.

The landman's affidavit, of course, also contains acknowledgment of contacts, working interest owners, a sample copy of the proposal letter, and the AFEs. And his affidavit, of course, was for the overhead rates requested and the penalty.

The geologist -- the landman is Josh Henderson. There's also an affidavit by the geologist, Charlie Crosby, which contains the structure map. And if you look at the structure map, you will see that these are lay down units and every other Bone Spring well drilled in this area is a lay

1 down, so that is obviously the favored unit 2 orientation. This contains the structure map, crosssection, structural drilling plans for all four wells. 3 Most of these exhibits were filed eight 4 5 weeks ago, but I updated Exhibit 5, which is the 6 notice affidavit. Which, at this point, only contains the certified green cards or the white slips to the 7 8 parties being pooled. 9 I would note just one thing. On the first cases, the 427 and 428, certified notice was 10 11 received by MRC Delaware and Magnum Hunter. We did 12 not receive a green card back from Mike Miller, 13 although it shows -- the USPS website shows it was 14 received almost 11 months ago. 15 On the second set of cases, 721 and 16 722, it's kind of a flip. The green cards show that 17 notice was received by Magnum Hunter and Mike Miller that not by MRC. But regardless, notice was published 18 as against them so they all, obviously, received 19 20 notice. And with the published notices, Exhibit 6. 21 And then Exhibit 7 are the pooling 22 checklists for the wells and then my supplemental 23 notice that shows as a certified notice spreadsheet, 24 Exhibit 8. 25 I would move for the admission of Page 178

1	Exhibits 1 through 8, including revised Exhibit 5, and
2	ask that the matters be taken under advisement. And
3	with baited breath I await, Mr. Brancard, your
4	corrections on my pooling checklists, okay? but with
5	that, I'm done.
6	(Exhibits 1 through 8 were marked for
7	identification.)
8	HEARING EXAMINER: Thank you. All
9	right. Do any of the parties have any questions or
10	concerns at this point? Hearing none, it's up to you,
11	Mr. McClure.
12	MR. MCCLURE: Yes, Mr. Brancard. Mr.
13	Bruce, you mentioned on your latest which exhibit
14	packet did you say you had your public notice?
15	MR. BRUCE: Well, the well, of
16	course, Exhibit 2 is the applications and the proposed
17	notices that were submitted to the OCD when the
18	applications were filed. The publication affidavits,
19	there's two different ones, are Exhibit 6. And then,
20	the supplemental notice I filed and I don't
21	remember when I filed it Exhibit 5 contains a
22	certified notice to the only parties being pooled, the
23	three parties being pooled.
24	MR. MCCLURE: I was going to say, I
25	quite literally just found your Exhibit 6 just after I
	Page 179

1 asked; thank you. So then is it correct that the last 2 notice that went out for this case was back in April 3 then? 4 MR. BRUCE: Yeah; it was guite some 5 time ago. 6 MR. MCCLURE: Now, the other question I 7 had, I guess, your Attachment B-1 through B-4 that was 8 submitted back in September, it has all of the pooled 9 parties listed by a tract? My question for you is, it looks like there isn't actually any description here 10 11 but my assumption is the starred persons are the 12 people that were originally being force pooled; is 13 that correct? There were -- yes, 14 MR. BRUCE: Yes. 15 that is correct. And my supplemental or additional 16 exhibits shows the only three parties being pooled. 17 Obviously, this was from two months ago. But Mewbourne has come to terms with almost all of the 18 19 parties. 20 MR. MCCLURE: Yeah. So essentially, 21 all of those starred ones are no longer correct at 22 this juncture. It's now only the three different 23 persons that you have listed out in your exhibit that was submitted 10/28 then; correct? 24 25 MR. BRUCE: Yeah. Just actually the Page 180

1	three three parties; Magnum Hunter, MRC and Mike
2	Miller. Those are the only three parties being
3	pooled.
4	MR. MCCLURE: Yes, sir. Okay. Yup. I
5	was just confirming where we're at. Actually, I don't
6	have any other questions. Thank you, Mr. Bruce; thank
7	you, Mr. Brancard.
8	HEARING EXAMINER: Everyone's getting a
9	little silly here.
10	MR. MCCLURE: It's getting to lunch,
11	see?
12	HEARING EXAMINER: Yeah. Well,
13	actually, I don't I don't have any questions. It's
14	a pretty thorough application.
15	MR. BRUCE: Excuse me? Did I hear that
16	correctly?
17	HEARING EXAMINER: Yes; well, you know,
18	you had months and months to work on it, so it's
19	pretty good. Thank you for the supplemental
20	application.
21	MR. BRUCE: Well, thank you; and I'm
22	done for the day.
23	HEARING EXAMINER: All right. With
24	that, are there any once again any other persons
25	with comments or concerns about Cases 22427, 22428,
	Page 181

1	22721, 22722? Hearing none, the exhibits in these
2	cases will be admitted into the record and these cases
3	will be taken under advisement.
4	(Exhibits 1 through 8 were admitted
5	into evidence.)
6	MR. BRUCE: Thank you.
7	HEARING EXAMINER: Okay. So we have
8	the matter of Cases 22971 and 22972 and I'm wondering
9	if it's time for a little break before we get there?
10	MR. FELDEWERT: I vote yes.
11	MR. MCCLURE: Mr. Brancard, it does
12	look like those prior four cases, the 125 through
13	128
14	HEARING EXAMINER: Oh, yes. I should
15	address that. But let's first so Mr. Feldewert and
16	Ms. Hardy, you are the prime instigators in the FAE
17	cases; correct?
18	MS. HARDY: That's correct.
19	HEARING EXAMINER: All right. So we'll
20	clean up these other cases and then we'll take, I
21	don't know, maybe a half hour break or so before we
22	handle the oral argument in those cases?
23	MR. FELDEWERT: Given, since I didn't
24	bring lunch, can we take a little bit longer than
25	that; 1:30 Mountain Time, does that work for you, Mr.
	Page 182
	raye 102

1	Brancard?
2	HEARING EXAMINER: Yeah; that works.
3	We'll get through these other cases and then we'll
4	come back at 1:30 to hear arguments in 22971 and
5	22972.
6	MR. FELDEWERT: Thank you.
7	MS. HARDY: Thank you.
8	HEARING EXAMINER: But in the
9	meanwhile, we have the Weinberger cases; is that
10	correct? We're back on Items 89 through 92, Cases
11	23125, 23126, 23127, 23128. We did not close these
12	cases so we need to do that now. Ms. Vance, what do
13	you have for us?
14	MS. VANCE: I filed the correct hearing
15	packet that includes the green cards and the notice of
16	publication. You should have 62 pages. And if you go
17	to Exhibit D, that is the self-affirmed statement from
18	myself regarding the letter notice that went out. A
19	sample of those letters, which I think was in the
20	other filing, but if you continue to scroll you'll see
21	the green cards and then the notice of the
22	affidavit of notice of publication attached at the
23	end. And that is that's been filed in all four
24	cases.
25	HEARING EXAMINER: Okay. So you simply
	Page 183
	Paul Page Professional Court Papartors 505 842 0241

Г

1 refiled the whole packet with stuff added at the end? 2 MS. VANCE: That's correct. I'm not 3 sure what happened. I'm not sure why what was originally filed didn't include these exhibits. 4 The 5 one that I thought was filed was this one so I just 6 went ahead and filed the one that was in our case 7 file. 8 HEARING EXAMINER: So, hmm? I see five 9 green cards, although Oxy may be here twice. So how 10 many parties were you having to notice? 11 MS. VANCE: It looks to be four, if 12 that's correct? Yes. And I'm happy to follow up. 13 Just like in the other case, the Bivins case, and just confirm why there is, you know, the difference in the 14 15 number of parties that are being notified of the 16 request for extension. 17 HEARING EXAMINER: All right. If you 18 could do that, I believe, Mr. McClure, that's what you had requested? 19 20 MR. MCCLURE: Yes, sir. Yes. 21 HEARING EXAMINER: Okay. So please 22 clarify exactly which parties are being noticed. You may have a document earlier in your packet that does 23 24 You know, and I know it's only four parties, that. but I kind of like it when y'all do a little 25

1	spreadsheet that just sort of says this is the
2	parties, this is their address, this is when we mailed
3	it, this is when they got it.
4	MS. VANCE: I will be I'm happy to
5	do that moving forward if that works for you, Mr.
6	Hearing Examiner?
7	HEARING EXAMINER: Okay. All right.
8	So anyone else out there, Cases 23125, 126, 127, 128?
9	Any other further comments, suggestions? Hearing
10	none, the cases the exhibits will be admitted into
11	the record. We will take this case under advisement
12	leaving the record open for two weeks for
13	clarification about how do we get to the number of
14	people getting notice in the amendment versus the
15	number of people that got notice in the original case.
16	Is that what you wanted, Mr. McClure?
17	(Exhibits A through E were admitted
18	into evidence.)
19	MR. MCCLURE: Correct; yes, Mr.
20	Brancard. That's correct.
21	HEARING EXAMINER: Okay. And then,
22	simply a spreadsheet just showing notice, documenting
23	the notice, that's all. I mean, if you had something
24	from the Postal Service I guess that would be fine
25	too.

1 MS. VANCE: And that spreadsheet, you 2 want that filed, Mr. Hearing Examiner? 3 HEARING EXAMINER: Yes. MS. VANCE: But the information to Mr. 4 5 McClure, that can just be e-mailed directly to him; 6 correct? 7 HEARING EXAMINER: Yes. But, you know, 8 please be aware if something shows up in that that's, 9 like, whoa, why did you, you know? We may have to 10 reopen this case. Okay? 11 MS. VANCE: Understood; thank you, Mr. 12 Hearing Examiner. Thank you, Mr. McClure. 13 HEARING EXAMINER: Thank you. And with that, I believe we are in recess until 1:30 Mountain 14 15 Daylight; it's still daylight time. I sure noticed it 16 walking the dog in the dark this morning. See you all 17 then. (Off the record.) 18 19 HEARING EXAMINER: Ms. Fulton, our 20 court reporter, are you here and ready to go? 21 THE REPORTER: I'm here and ready. 22 HEARING EXAMINER: Excellent. We are now on Case 22972, which I guess is related to Case 23 24 22971, applications of FAE. So let's start with 25 entries and appearance; FAE, Forty acres. Page 186

4	II Operating.
5	HEARING EXAMINER: Okay. And so, I
6	think we've got a slew of people also here, so let me
7	see here.
8	MR. FELDEWERT: So Mr. Examiner, I can
9	make this easy for you. It's Michael Feldewert
10	appearing on behalf of what I'll call the respondents
11	during the argument today, but the respondents
12	include: Apache Corporation; Chevron USA, Inc.;
13	Citation Oil and Gas Corporation; COG Operating, LLC;
14	ConocoPhillips; Oxy USA, Inc.; XTO Holdings, LLC; and
15	XTO Energy, Inc.
16	HEARING EXAMINER: Precisely; I was
17	just about to say that, reading off the top of your
18	pleading. Are there any other parties here today for
19	these cases: 22971, 22972?
20	I should have said that with me also
21	today is Dean McClure as Technical Examiner and
22	possibly jumping in, special guest examiner, Mr.
23	Philip Goetze, who loves when things get injected into
24	the ground.
25	So we are here on oral arguments. I
	Page 187
	Paul Baca Professional Court Reporters505.843.9241

A Veritext Company

1	don't know if the parties have worked any of this
2	process out. Otherwise, I'll just make something up?
3	MS. HARDY: We haven't. It's fine if
4	you want to make something up, Mr. Examiner.
5	HEARING EXAMINER: All right. I don't
6	know. What should I give you, 20 minutes? Is that
7	too long?
8	MS. HARDY: I don't think I'll need
9	that long, but I think that's fine.
10	HEARING EXAMINER: Well, why don't you
11	take 15 minutes and then reserve 5 for a reply?
12	MS. HARDY: That makes sense to me; I
13	will do that. Thank you.
14	HEARING EXAMINER: And Mr. Feldewert,
15	can you actually say everything you need to say in 15
16	minutes or do I have to
17	MR. FELDEWERT: Well, I didn't, to be
18	honest with you, I haven't I've got some notes. I
19	haven't timed it out. I don't I think I can get it
20	done in 20-30 minutes; I should be able to, depending
21	upon if you've got questions, of course, so.
22	HEARING EXAMINER: The referee is in
23	charge of the clock and will determine how much extra
24	time there is. So all right. Let's start with Ms.
25	Hardy on behalf of FAE.

1	MS. HARDY: Thank you, Mr. Examiner,
2	and thank you also for adding these cases at the end
3	of the docket. We were very excited to argue them
4	today, so I'm glad we could fit them in. Thank you.
5	The scope of FAE's motion is limited.
6	We are seeking a legal ruling that the 75 percent
7	stratification threshold that is set out in Section
8	70-7-8A of the Statutory Unitization Act is met when
9	the owners who will initially bear more than 75
10	percent of the cost and here, those are the Phase 1
11	owners have approved the unit agreement. Section
12	70-7-8A requires approval by and this is a quote
13	"Those persons who, under the Division's order, will
14	be required initially to pay at least 75 percent of
15	the cost of unit operations." We are asking the
16	Division to apply the plain language of the statute.
17	And of course, under New Mexico law, there is a
18	presumption or understanding that the legislature
19	meant what it said and said what it meant.
20	The respondents' arguments are based,
21	in significant part, on misunderstandings about the
22	unit agreement. FAE's proposal is entirely fair and
23	it is consistent with the statute. As an initial
24	matter, the respondents' arguments about sort of what
25	I'll call nefarious conduct, such as gerrymandering

1 and nondisclosure, are completely unfounded. 2 The BLM required FAE to adopt this formula and that is set out in Mr. Song's [ph] 3 affidavit that was attached to our motion. And that 4 5 was required by the BLM, even though another method 6 could have been more favorable for FAE. So the BLM 7 dictated that result. 8 FAE provided extensive information 9 regarding the unit and the formula at its working 10 interest owners meeting. It's not clear if the 11 respondents attended that meeting; I don't know. FAE 12 has certainly not hidden any information. The unit 13 agreement and exhibits, including the tract participation formula, were attached to our 14 15 application and there is a significant amount of 16 information that's attached there. It includes 17 spreadsheets and quite a bit of detail. FAE is proposing to develop an enhanced 18 oil recovery project to produce the remaining reserves 19 20 and provide revenue for all involved, including 21 respondents, the BLM, and the state of New Mexico. No 22 one else, including respondents, is proposing to 23 develop this acreage. 24 The Statutory Unitization Act was 25 adopted precisely to encourage this type of Page 190

development. It establishes the policy of promoting
 secondary recovery to fully produce underlying
 reserves.

The fundamental premise of the 4 respondents' argument is incorrect; they argue that 5 6 the Phase 2 owners are responsible for bearing the 7 initial cost incurred during the first three years of 8 unit operations, but that is not correct. Section 9 2.1.3 of the Unit Operating Agreement, which we have 10 attached to our application as Exhibit 2, it states at 11 Section 2.1.3 that upon the transition from Phase 1 to 12 Phase 2, the Phase 2 working interest owners will 13 participate at their Phase 2 working interest and pay their proportionate share of the current net book 14 15 value of invested unit capital spending, plus interest 16 of 10 percent, as of the transition date to Phase 2. 17 So the Phase 2 owners are only paying for the net book value of the unit facilities at the 18 beginning of Phase 2. And of course, they have to pay 19 20 for those. I mean, those are the facilities that are 21 used to develop their interest and any unit has 22 equipment and that is what they're required to pay. 23 And they're actually getting a really good deal

24 because they only pay the net book value at the 25 beginning of Phase 2. So they're getting handed, at

1 the beginning of Phase 2, an up and running unit 2 that's already been functioning for three years and they don't have to bear the operating and maintenance 3 costs or the costs of getting the unit up and running 4 5 for the first three years. So this is actually a good I'm not really sure I understand the 6 deal for them. 7 opposition. It seems like it's very fair and 8 equitable.

9 And again, the unit facilities that 10 they're paying at the beginning of Phase 2 will be 11 used to produce their interest and their underlying 12 reserves. So that's a fundamental misunderstanding, I 13 think, of the respondents' position and their 14 argument. Phase 2 owners aren't paying all of the 15 costs of Phase 1.

16 Second, the statutory language here is 17 clear. It requires ratification by -- and this is a quote -- "Those persons who, under the Division's 18 order, will be required initially to pay at least 75 19 20 percent of the cost of the unit operations." Under 21 New Mexico's Canons of Statutory Construction, the 22 Division must apply the plain language of the statute. 23 Contrary to respondents' claim, the 24 application of this language, the plain language, does 25 not lead to absurd results. The legislature

1 recognized here that units can be developed and costs 2 can be allocated in different ways. It may be based on surface acreage or it may not. Here, it's not. 3 This language gives operators flexibility in that 4 5 regard with respect to the development of their units. The respondents argue, in essence, that 6 7 the 75 percent ratification requirement really must 8 apply to the unit area, that 75 percent of the surface 9 acreage ownership of those parties, 75 percent of them must approve. And the problem is that that's just not 10 11 what the statute says. 12 The statute is very clear that approval 13 is required by the parties who will pay 75 percent of the cost. It's a cost-based approval requirement, not 14 15 a surface acreage requirement. 16 And so, for that reason, you know, the 17 respondents' arguments that are based on treatises and 18 other cases really don't have any bearing here because 19 it's possible in some units that the participation and 20 allocations are based on surface acreage, but here 21 they are not. And the statute says that the 75 22 percent threshold is met based on the interests who 23 will bear cost. 24 The respondents' argument that the 25 statutory language must really have been intended to Page 193

1 exclude back end payment interest, you know, parties 2 who can opt in later, is unpersuasive. If the 3 legislature had intended that, it could have easily 4 used that language; that's not what they said. Again, 5 they said that it's 75 percent of the parties who will 6 officially bear costs.

7 The OCD decisions discussed by 8 respondents are also not instructive as in those 9 cases; again, tract participation was based on surface 10 acreage. So the 75 percent in those cases was also 11 based on surface acreage, but it's not here.

In conclusion, really the only matter for purposes -- at issue for purposes of this motion is whether Section 70-7-8A means what it says, which is that the ratification threshold is satisfied when the plan for unit operations has been approved by the owners who will initially bear 75 percent of the costs.

And FAE has satisfied that requirement here. We have shown by affidavit that the Phase 1 owners who will bear 75 percent of the costs have approved the unit. Other issues involving approval of the unit would need to be addressed at an evidentiary hearing. And I think respondents are potentially raising some of those issues in their response. But

1 this motion doesn't seek approval of the entire unit; 2 we are seeking an initial ruling on the 75 percent threshold and what that means and that's all that is 3 addressed by this motion. 4 So I think I did that in much less than 5 6 15 minutes. But for those reasons, I would request 7 that the motion be granted. I am happy to answer questions, if there are any. 8 9 HEARING EXAMINER: Thank you. So Mr. 10 McClure, any questions? Mr. McClure has disappeared. 11 I have an ugly little triangle in his box. Mr. 12 Goetze, any questions? 13 MR. GOETZE: No, I have no questions at this point. I still haven't had much time to look at 14 15 the documents prepared, so no. Thank you. 16 HEARING EXAMINER: So Ms. Hardy, in 17 this case you have filed an application for unitization; is that correct? 18 19 That's correct. MS. HARDY: 20 HEARING EXAMINER: And you have 21 identified the unit area? 22 MS. HARDY: Correct. 23 HEARING EXAMINER: And it's that 24 19,000-acre area? 25 That is right. MS. HARDY: Page 195

> Paul Baca Professional Court Reporters A Veritext Company

1 HEARING EXAMINER: Okay. And so, the 2 Division has to make a whole series of findings before 3 we approve the order for unitization? 4 MS. HARDY: Yes. 5 HEARING EXAMINER: Included in that is 6 a participation formula; correct? 7 MS. HARDY: Correct. 8 HEARING EXAMINER: And then we have to 9 issue an order that deals with allocations, how costs 10 are allocated to separately owned tracts, a provision 11 for carrying a working interest owner who is not 12 paying. After we do all of that, then we get to the 13 75 percent ratification. MS. HARDY: Well, Mr. Examiner, so the 14 15 reason that we've filed this motion -- and I know that 16 all of those matters would have to be addressed in order -- the reason that we've requested sort of a 17 ruling on this issue first is that Forty Acres, based 18 19 on the percentages of ownership, does not have 75 20 percent of approval of Phase 2. So we are asking, 21 really, for a legal decision on this provision of the 22 Statutory Unitization Act and whether having 75 23 percent of the interests that will bear the costs of 24 Phase 1 satisfies that requirement. Because if it 25 doesn't, FAE may need to go back to the drawing board

1 here. So we don't want to go through a whole hearing 2 process and waste resources of the Division and the 3 parties and everyone if we can't satisfy this 75 4 percent threshold. HEARING EXAMINER: So if the Division 5 issued an order approving the unit, the 19,000 6 7 acres -- I think that's right -- and then said you 8 need to go get approval of 75 percent of the interest 9 owners in that 19,000 acres, you don't think you can 10 qet that? 11 MS. HARDY: Correct. Based on who the 12 parties are and, you know, the number of very -- very 13 small interests, people are unlocatable. And under 14 the statute, you're required to provide written 15 approval of 75 percent, so. 16 HEARING EXAMINER: Right. But you're 17 not excluding unlocatable parties here. You're 18 excluding some pretty big players, it appears, from 19 the names of the opponents here 20 MS. HARDY: I don't actually know that their interests -- I don't have their acreage interest 21 22 percentages, but I'm not sure that they would push 23 over the 75 percent. 24 HEARING EXAMINER: Okay; thanks. 25 That's -- I don't want to get too further into this Page 197

1 before we hear from the other parties. Mr. Feldewert, 2 are you available? MR. FELDEWERT: Yes, I am; thank you. 3 So I want to talk about a couple of preliminary 4 5 undisputed points that bear on this statutory issue raised, but I do want you to keep in mind the 6 7 statement that they don't have approval from 75 8 percent of the Phase 2 owners. And if they need it, 9 they have to go back to the drawing board. Okay? 10 This statutory issue has arisen, Mr. 11 Examiner, because FAE has proposed a very unusual and 12 objectionable tract participation formula and payment 13 provision in its proposed unit operating agreement. 14 FAE -- if I may share here -- FAE seeks to place 15 certain tracts -- can you all see that? 16 HEARING EXAMINER: What is it? There's 17 a share button -- oh, now you're making progress. 18 MR. FELDEWERT: Great; am I doing good 19 here? 20 HEARING EXAMINER: Oh, there you go. 21 MR. FELDEWERT: All right. So attached 22 to our brief, just so we understand the context here, was what they identified as Exhibit C to their papers 23 24 that they filed with the Division. And this 25 identifies what they call the Phase 1 tracts and the

Phase 2 tracts.

1

And if you go to the bottom of this, you'll see that there are 97 tracts in this entire 19,369-acre proposed unit. And they have proposed to place certain tracts in what they call Phase 1 and give it a Phase 1 participation formula, and that's what we've highlighted here.

8 And when you look at and add up what we've highlighted as Phase 1, those tracts account for 9 less than a third of their proposed 19,369-acre unit, 10 11 with all of the Phase 2 owners, which includes all of 12 my clients, being stuck into what they call a Phase 2 13 participation factor, which doesn't occur until three years later, it accounts for -- and those Phase 2 14 15 owners account for over two thirds of the unit area.

16 When you look at Exhibit A-2 that we 17 attached to our response brief, what we did is we took their unit area and we identified with red hashmarks 18 what we understand to be the Phase 1 tracts. And you 19 20 will see that they are spread throughout this proposed 21 unitized area. Okay? Now, if you keep that in mind 22 then you go to their application, in their 23 application, they provide the unit operating 24 agreement.

25

And this is the unusual provision,

1 Section 2.1.3; this is the provision that is creating 2 the statutory issue. Under this provision, only those selected, limited Phase 1 owners can elect to 3 participate and share in the costs and revenues of the 4 5 unit operations across the entire unit for the first 6 three years. Phase 2 owners are not allowed to 7 participate in the revenue and the costs for the first 8 three years. However, these Phase 2 owners, while 9 they are not invoiced for the capital spent for the 10 first three years, they nonetheless incur those costs. 11 This provision states, "Upon transition 12 from Phase 1 to Phase 2, the Phase 2 working interest 13 owners will participate at their Phase 2 working 14 interest and pay their proportionate share of the 15 current net book value of invested unit capital 16 spending plus compounded interest accrued at 10 percent per annum as of the transition date of Phase 17 2." So they don't -- at the end of this three year 18 19 period, they are invoiced for their incurred capital 20 costs and net book value, plus this wonderful 10 21 percent compounded interest per annum. And if they don't pay it, then you get to the last clause in which 22 23 it points out they would be considered 24 nonparticipating working interest owners subject to 25 cost plus 300 percent. This is the provision that my

1 clients object to in the unit operating agreement. 2 This is not a good deal; that's why they object to it. But FAE refuses to change it. It's a 3 take it or leave it provision from them at this point 4 5 in time. And this is the unusual payment provision 6 that creates the statutory issue because they suggest that you take this provision and that term initially 7 8 in the statute and that by combining those two, it 9 allows the Division to ignore the level of voluntary participation by the respondents and the other Phase 2 10 11 owners that account for over two thirds of their 12 proposed unit area. 13 Now, before we get to the Act itself, there's a couple of additional points here, which Ms. 14 15 Hardy touched on. This unusual payment provision that 16 we see here or an accounting provision or a payment 17 provision, whatever you want to call it, is in the 18 proposed unit operating agreement. It applies only to the cost bearing interest owners, the working interest 19

This payment provision is not approved by the BLM; it's not approved by the state land office. They do not approve a provision in the unit operating agreement. They don't approve cost provisions like this because they don't have a cost

20

owners.

1 bearing interest. So it's odd for me to have FAE to 2 suggest here that this very unique provision was somehow required -- that's the term they used -- by 3 That simply cannot be the case because the 4 the BLM. 5 BLM does not have a cost bearing interest in any of these tracts and they don't sign off on this kind of 6 7 an unusual provision.

8 The second point Ms. Hardy touched upon 9 briefly is that this was all put forth to my clients, 10 okay, without disclosing in any detail the methodology 11 and the data that they used to choose the Phase 1 12 tracts versus the Phase 2 tracts. In fact, they told 13 a number of my clients -- and we'll show it at the hearing as needed -- they said, oh, well, this 14 15 methodology is proprietary. This information is 16 proprietary. So all they said in their motion to you 17 all and to us is that the Phase 1 tracts are based on six months of oil production in 2021 and that the 18 Phase 2 tracts are based on some undisclosed analysis 19 20 of the remaining recoverable oil in place.

They have further refused to disclose the total working interest that FAE holds in these selected Phase 1 tracts, but you can take a look, they own most of it. They refuse to identify any other consenting working interest owners in the Phase 1

1 tracts. They just come out and say, well, with our 2 selected Phase 1 tracts, we have the necessary 75 3 percent approval, therefore you should rule in our 4 favor.

5 But putting all of this aside, let's 6 just put all of this lack of information aside and get 7 to the statutory issue that's created by this unusual 8 provision that you see here. This provision in the 9 statute does not allow the Division to ignore the voluntary level of participation by the owners in the 10 Phase 2 tracts, which account for over two thirds of 11 12 the unit area that FAE seeks to force them into. Thev 13 have filed two briefs to suggest otherwise. And all they've cited to you is this single word in the first 14 15 sentence of Section 70-7-8, the word "initially." And 16 then they've coupled that with their unusual payment provision that they have created. And by putting 17 those two together, they say, well, you just ignore 18 19 what my clients at the voluntary level of 20 participation by over two thirds of the unit area. 21 But that's not the case here. You can't do that under 22 the statute, for a couple of primary reasons. 23 First off, FAE's position -- let me go 24 back to their application; sorry about that -- FAE's 25 position assumes that the Phase 2 owners do not

1 initially pay the cost of unit operations. Well, 2 that's not correct. Read this provision. They incur it from day one, they just aren't invoiced, under 3 their unique provision, until three years later. And 4 5 only three years later, they have an opportunity then 6 to elect to participate or not, and that's after 10 7 percent per annum interest has accrued on whatever 8 their share is of these incurred costs. So to suggest 9 that they don't incur these costs and aren't responsible for initially paying these costs is just 10 11 not factually correct under their own provision. 12 But let's get to the statute. They do

13 not try in their brief to try to square their position with the remainder of this Section 70-7-8. They don't 14 15 try in their brief to square their position with the 16 remainder of the Statutory Unitization Act and the 17 purpose that is expressed in there. They point to zero legislative history to support their unique 18 interpretation. They offer no such interpretation 19 20 from any other case or regulatory body. They offer no 21 supporting discussion in any of the treatises that are 22 out there on statutory unitization, and there is not a 23 single Division order adopting this approach to 24 Statutory Unitization Act.

25

In contrast, we first note in our

1	briefs that a proposed tract allocation formula and
2	payment provision, like you see here which, you're
3	right, Mr. Examiner, you're going to have to
4	address can you guys still see it? Can y'all still
5	see it, Mr. Examiner? I can't hear you.
6	MR. MCCLURE: All we see is your
7	Word PDF
8	HEARING EXAMINER: There you go.
9	MR. MCCLURE: Thank you. But on that
10	all we see is "export your PDF to any format," is all
11	we see.
12	MR. FELDEWERT: How do we get rid of
13	that? I'm not sure what I clicked there. I'm trying
14	to get to their payment provision. All right. Well,
15	first off, what they don't do is they we point out
16	that, that unusual participation formula, accounting,
17	payment provision, whatever you want to call it, has
18	nothing to do with the voluntary approval required
19	here by this statute, okay? The examination of the
20	participation formula, the payment provision, the
21	accounting that's in the unit operating agreement is
22	done under 70-7-6, a completely different statute.
23	And that is where the Division, as you pointed out,
24	Mr. Brancard, has to undertake an examination of the
25	documents, examination of the formula, and they have

to conclude, keeping in mind the working interest owners of all of the tracts in the unit area, whether that formula is, according to A6, fair, reasonable, and equitable.

5 Then when you go to 70-7-6B, they also 6 have to keep in mind whether that formula allocates 7 production to each tract in proportion that the 8 relative value of each tract so determined bears to 9 the relative value of all tracts in the proposed unit This is a different examination, separate and 10 area. 11 apart from whether they got a voluntary threshold or 12 they have met the voluntary threshold requirement.

13 And as you may know, Mr. Brancard, and others who have dealt with unit agreements like this 14 15 over the years, generally, a tract participation 16 formula which has to be negotiated so that it is fair 17 and reasonable and that people sign off on it, it is a means of encouraging and eliciting voluntary agreement 18 in a proposed unitized area. It's a means of securing 19 as a carrot, so to speak, the voluntary level of 20 21 threshold that you need.

The tract participation formula that the Division has to examine is not a device that an applicant for a statutory unit gerrymanders or manipulate to lower the approval threshold required by

Section 70-7-8. And I submit to you that that's exactly what occurred in this case. They gerrymandered the tracts and they come up with a participation formula that seeks to exclude the level of approval by over two thirds of the statutory unit that they have proposed.

7 The second point here is that when you 8 look at just 70-7-8, so let's go back to that statute, 9 it consistently refers to the percentage of working 10 interest in said unit area. So that term "initially" 11 that you see up in the first sentence has to be read 12 in conjunction with the remaining language of the 13 statute and has to be interpreted in a fashion that 14 does not ignore the percent of the working interest in 15 the entire proposed unit area, or in this case over 16 two thirds of that referenced unit area. And when you 17 look at the context of this provision, it means that the Division examines the level of voluntary 18 19 participation by the initial working interest owners 20 in the proposed unit area.

The Division, for example, does not consider parties who may have a future or back end cost bearing interest over time, like you see under many contractual agreements, like farmout agreements, like the lease assignment that we attached to our

1 response, or other contractual arrangements where a 2 third party is not required to initially pay the costs of development, but over time, under the agreement, 3 develops a cost bearing interest. So the term 4 5 "initially" has meaning here in this context and it ensures that these future or back end working interest 6 owners are not considered in determining compliance 7 8 with the 75 percent voluntary approval required by 9 this statute.

10 And I would also point out that 11 interpreting the term "initially" to refer to the 12 initial cost bearing working interest owners in the 13 unit area chosen by the applicant conforms exactly with the remaining language that you see in this 14 15 statute, which consistently -- and I've highlighted in 16 blue -- talks about the unit area, the working interest in the unit area. It's also consistent with 17 the numerous treatises on statutory unitization that 18 we cited in our brief. Which all those treatises 19 20 uniformly point out that the regulatory body looks at 21 the voluntary level of participation by the working 22 interest owners in the unit area that has been 23 proposed by the Applicant, not a subset of that unit 24 area.

25

It's also consistent -- what we pointed

1 out -- is also consistent with the prior orders from 2 this Division interpreting this very Act. The 3 Division has never -- never looked at the proposed tract allocation formula or the proposed accounting or 4 5 payment provisions to determine whether the voluntary 6 threshold has been met. Instead, they have consistently examined the level of voluntary 7 8 participation by the initial working interest owners 9 in the unit area proposed by the Applicant.

We also note in our brief that FAE's invitation here to depart from the treatises and the Division's precedents does not further the Act's mandate to protect the correlative rights of all of the working interest owners in the unitized area. Here's the purpose of the Act up on the screen, 70-7-1.

17 And one of the stated purposes is that the Division is to ensure that the correlative rights 18 are protected of all owners of mineral interests in 19 20 each unitized area, all of the working interest owners 21 in their proposed unitized area. You will not be 22 acting to protect the correlative rights of all of the 23 working interest owners in FAE's proposed area if 24 you're only going to look at the level of 25 participation by their chosen Phase 1 tracts. Or as

1 applied here, simply ignore the level of participation 2 by the working interest owners in over two thirds of their proposed unitized area. And instead, you're 3 going to incentivize operators like FAE to gerrymander 4 5 or manipulate a, what they call, a phased-in tract allocation formula to actually lower that threshold. 6 7 Or here, to silence the objection by the working 8 interest owners in over two thirds of their unitized 9 area.

10 Which then brings me to my final point. 11 And that is, if you guys look at this statute and you find that either this statute or its context is 12 13 somehow ambiguous then it must be interpreted in a 14 fashion that restricts the police power of the state, 15 the authority to impose unitization, which is what 16 they're asking for here. And it must be interpreted, if it's ambiguous, to protect as broad as possible the 17 rights of the working interest owners in the entire 18 19 unitized area. That is clear from the case law that 20 we have cited to you and the treatises that we have 21 cited to you that discuss utilizing the state's police 22 power to impose compulsory pooling or to impose 23 statutory unitization.

24 So in sum here, FAE's unprecedented 25 effort to couple their unusual tract allocation

1 formula and payment provision with this term 2 "initially" up here for the purpose of ignoring the working interests in over two thirds of the proposed 3 unit area is not supported by the language of this 4 5 statute; it's not supported by the Act as a whole; it 6 is inconsistent with the statutory mandate to protect the correlative rights of all of the working interest 7 8 owners in the proposed unit area; it's inconsistent 9 with every single treatise that you read about Statutory Unitization Act there; and it is 10 11 inconsistent with your prior cases. 12 So focusing on what they have requested 13 here with this motion, we ask and seek the Division reject their contention that it can satisfy this 14 15 statute, Section 70-7-8, by simply obtaining the 16 necessary voluntary approval from the working interest 17 owners in the Phase 1 tracts that they have selected 18 under their proposed allocation formula and payment provision. 19 20 HEARING EXAMINER: Thank you. Mr. 21 McClure, questions? 22 I actually only have one MR. MCCLURE: 23 question here. Mr. Feldewert, it seemed like maybe you were implying that the 10 percent interest, which 24 25 starts accruing from year one, is that what you were

1 implying? Is that your interpretation? 2 MR. FELDEWERT: Well, you know, I'm at 3 a loss here as to why I can't bring up that darn -- if anybody knows how to get back to the --4 5 MR. FELDEWERT: I think you had it 6 highlighted in your left tab there, didn't you, that 7 response brief, or not? Maybe I was wrong. 8 MR. FELDEWERT: No, that's our brief. 9 If you look at the provision in their unit agreement -- give me a minute -- they talk about 10 10 11 percent -- there we go. I got it. Can you see it? 12 MR. MCCLURE: Yes. That's exactly what 13 I was referring to. Go ahead. 14 MR. FELDEWERT: Yeah; I'm sorry. Ιf 15 they talk about plus compounded interest accrued at 10 16 percent per annum as of the transition date, then yes. 17 It's 10 percent per year. And the transition date, according to their brief, is three years after they 18 19 commence unit operations. 20 MR. MCCLURE: Okay -- okay. Ι 21 apologize. Maybe I missed it. I think I 22 misunderstood what you were saying before. I thought 23 you were saying it started from, essentially, year 24 zero, I guess, from initial. And now, what you're saying is what it almost seemed like it says, I guess, 25

because it starts when it goes from Phase 1 to Phase
 2
 2.

MR. FELDEWERT: Well, no. As I read 3 this -- you guys can read it yourself -- I mean, this 4 5 is all we've got to go on. But what this indicates to my clients who have looked at this -- and they're much 6 smarter than I am -- is that under their proposed 7 8 accounting here, okay, they don't get -- they incur 9 the cost of this unit operation, this invested capital, from day one -- from day one, their share of 10 11 It accrues, their share, at 10 percent per the cost. 12 annum up until the transition date, okay? And then at 13 the transition date to Phase 2, three years later, they then have to make their election. And to make 14 15 their election, they've got to pay their accrued 16 interest, their accrued amount for that first three 17 years, their share of that under the second tract allocation formula, plus 10 percent interest. And if 18 19 they don't, then they are nonconsenting interest owners subject to the cost plus 300 percent. 20 That's 21 how we interpret this. That's what we understand from 22 it.

This has been a take it or leave it provision; no negotiation whatsoever, which gets me back to the point here. They should have to go back

1	to the drawing board. Okay?
2	MR. MCCLURE: I was just confirming
3	what your how your clients had interpreted it.
4	Thank you. So then, in addition to this, even if this
5	were to come out, then your clients would still not
6	sign on due to the allocation; is that correct?
7	MR. FELDEWERT: Well, I mean, if this
8	provision comes out, then at some point we would have
9	something else to look at. But this is the most
10	this is the provision that really raises the statutory
11	issue. This is what they're relying upon to say, you
12	know, hook you into the word "initially" and say,
13	well, we don't need to worry about the Phase 2 tract
14	owners, even though they own two thirds of the unit
15	area or own in the tracts that comprise two thirds of
16	the unit area. This is the provision that creates the
17	statutory issue.
18	MR. MCCLURE: Thank you, Mr. Feldewert.
19	That was the only questions I had.
20	HEARING EXAMINER: Mr. Goetze, any
21	questions?
22	MR. MCCLURE: Is Mr. Goetze with us,
23	Mr. Brancard?
24	HEARING EXAMINER: Well, his name is on
25	the list but he's not responding. There he is.
	Page 214

1	MR. GOETZE: I've got a lot of buttons
2	on. Thank you. And this was a short call. I'm just
3	curious your opinion, Mr. Feldewert. In my ten years
4	of history that these type of units were voluntary and
5	we rarely had any type of assessment, other than the
6	fact that you didn't show up with your checkbook, but
7	not forcing people to participate. Your thoughts?
8	MR. FELDEWERT: I don't disagree with
9	you. There has been very few statutory unitization
10	cases over the last, I don't know, 15 years maybe,
11	okay? One of them was FAE where they came in and
12	showed that they had 75 percent approval of all of the
13	working interest owners in their entire proposed unit
14	area, and we cite that case in our brief. They didn't
15	have something squarely like we see up here on the
16	screen.
17	But most of the time, yes, they are
18	able to reach a voluntary agreement because they
19	actually negotiate the participation formula in this
20	type of a payment provision. It's not presented as,
21	oh well, we think it was approved by the BLM,
22	therefore you must take it or leave it. And that's
23	what's going on here.
24	MR. GOETZE: Thank you. That was my
25	only question.
	Page 215

1	HEARING EXAMINER: Okay. I don't want
2	to get too lost in the details. In fact, I don't
3	really want to get into the details at all. So let me
4	just look at the statute here, Mr. Feldewert. So
5	70-7-8 there we go uses the term "initially" I
6	can see twice in here.
7	MR. FELDEWERT: One of them is a
8	negative, right? They use the same language whether
9	you're talking about the positive or what I call the
10	negative, you know, how you
11	HEARING EXAMINER: Right; the 75 or the
12	25?
13	MR. FELDEWERT: You got it.
14	HEARING EXAMINER: You had started to
15	explain a bit about what you thought "initially"
16	meant. Perhaps you can give us a little further?
17	Obviously, the legislature means something here. Do
18	they mean that there's some, perhaps, some subset of
19	the total universe of possible interest owners who
20	would be involved in the initial approval?
21	MR. FELDEWERT: Well, I think, you
22	know, first off, who knows what the legislature meant.
23	Nobody can find any statutory history here, right?
24	Otherwise, if Dana found it, she would have presented
25	it. We couldn't find anything; we've looked.

1 But if you recognize the fact that when 2 you take a big block area like this, there's a lot of 3 contractual arrangements out there, okay? And some of those contractual arrangements, like a farmout 4 5 agreement or lease assignment, they have parties or 6 owners in the interests that currently don't have a 7 cost bearing interest. But as the acreage is 8 developed over time, they then move into a cost 9 bearing interest, okay?

10 So it seems to me that when you look at 11 the purpose of the Act, you look at the language in 12 the statute, you look at what all of the treatises say 13 about what you look at, I think a logical conclusion is that the legislature wanted to make sure that when 14 15 you're talking about 75 percent or more of the -- and 16 I'm looking at this second clause -- percent of the 17 working interest in "said unit area," you're talking 18 about the initial working interest in the unit area, not somebody who's got a back end or delayed working 19 20 interest that may come to rise two or three years down 21 the road. That, to me, is a logical interpretation of 22 what this term "initially" means.

23 So in other words, if you look at the 24 current working interest owners who are going to bear 25 that cost bearing interest. Can you hear me -- can

1	you hear me?
2	HEARING EXAMINER: Yeah; I can hear you
3	but you couldn't hear me, and I made a good point.
4	It's based on cost, right? It's based on who is
5	making the original cost. And your percentage of
6	interest is based your percentage of voting is
7	based on not what your percentage of the unit is but
8	the percentage of your of the initial cost you are
9	paying.
10	MR. FELDEWERT: Are you talking about
11	the statute or are you talking about what FAE has
12	proposed with their unusual
13	HEARING EXAMINER: I'm talking about
14	the statute.
15	MR. FELDEWERT: The statute? Okay.
16	HEARING EXAMINER: Okay?
17	MR. FELDEWERT: Yes.
18	HEARING EXAMINER: And I think the
19	second provision is a little more revealing, right?
20	It says if there is a single owner who is one who
21	under the Division's order will be required to pay at
22	least 25 percent. Okay? It doesn't say that there is
23	an owner who owns 25 percent of the interest, but that
24	they are paying 25 percent of the cost. Okay? But
25	that allocation comes entirely from the Division's
	Page 218

Г

order.

1

2

24

MR. FELDEWERT: Yes.

3 HEARING EXAMINER: Right? Which kicked us back to the prior section, 70-7-7, which is the 4 5 Division order, under E, "The Division must issue an 6 order that includes a provision governing how the 7 costs of unit operations shall be determined and 8 charged to the separately owned tracts and how the 9 costs shall be paid." So the Division can approve some sort of formula allocating the costs to the 10 11 various tracts based on some sort of logic. I don't 12 know what it is, but it's something different than 13 just simply saying, "You own five acres, you get five 14 votes." Right? But if it says you own five acres, 15 you pay \$5000, well, then your vote is based on that 16 \$5000. 17 MR. FELDEWERT: So I think I'm following you. I mean, first off, we're responding to 18 19 FAE's motion that says, well, here's our squirrely 20 participation formula. We have satisfied the Phase 1 21 with 75 percent; therefore, you guys are going to be 22 brought into the unit. 23 I don't agree with that at all, okay?

25 final decision. In fact, you have six months -- you

Page 219

I agree that the threshold requirement applies to the

have a period of time -- I think my recollection is, there's a period of time after the issuance of the order where parties have an opportunity to participate or not participate in order to see if they can come up with the 75 percent threshold, if you read the statute.

7 So I don't disagree with you, and that 8 is, the Division has to look at this carefully after a 9 factual presentation and determine what is fair and equitable to everyone and determine that it properly 10 11 allocates production to the various tracts based on --12 what's that statute say? "The relative value of each 13 tract so determined bears to the relative value of all tracts in the unit area." 14

FAE is saying something else here. They say, we've come up with formula. We don't care if you guys like it or not. But since under our formula we've got 75 percent of what we call Tract 1, you guys are in. That's not how it works. That's why their motion has to be denied.

HEARING EXAMINER: Okay. I am going to allow Ms. Hardy to provide a reply or rebut or what do we call it? Whatever.

24	MS.	. HAR	DY:	Whateve	er.		
25	HEA	ARING	EXAN	MINER:	The	last	word.

1 MS. HARDY: Thank you. Okay. So I 2 think there are a number of issues here that are really important that are being sort of overlooked by 3 Mr. Feldewert's argument. 4 5 First, let me share my screen here, and hopefully this is going to work. The provision --6 7 let's see here -- can you see my screen? 8 HEARING EXAMINER: Not yet. There is 9 sometimes a little delay. There it comes. 10 MS. HARDY: Okay. 11 HEARING EXAMINER: There we go. 12 MS. HARDY: So Mr. Feldewert is asking 13 the Division to ignore not only this "initially" language, but also the fact that it references the 14 15 owners who will pay 75 percent of the costs of the 16 unit operations. 17 Mr. Feldewert is arguing that that really means 75 percent of the unit area. And that's 18 19 not what the legislature says. I mean, maybe that's 20 what some people wish they would have said, but that's 21 just not what they said. So I think that's the first 22 issue. 23 The second issue that's very 24 significant. And I have also here, if I can share it, 25 the provision that we have talked about of the unit Page 221

operating agreement, which says that it's very important. I think there's some language here that's being completely overlooked and that is what I've marked here in blue, that they pay their share of the net book value of invested unit capital.

6 So if you buy a car, a used car, three 7 years after it was new, you're paying for the used 8 That's what they're paying. So it's just not car. 9 correct to argue that they are paying all of the costs of unit operations for the first three years. 10 That's 11 really important language and I think that that is 12 being overlooked.

So when you look at the statute and the legislature's use of the term "initially," which had to mean something and it also meant something, that they were allowing for approval based on cost bearing interests. The owners of interest who will bear 75 percent of the cost, the legislature was allowing this type of a formula.

I mean, they have a preference for statutory units; it's a public policy. I disagree with Mr. Feldewert that we're ignoring all of the other provisions of the Statutory Unitization Act. That's not true. In fact, we've talked about in our brief the first section regarding the purpose, which

Mr. Feldewert also talked about, which is to encourage
 production of these underlying reserves through
 secondary recovery. And that's exactly what Forty
 Acres is trying to do here.

With respect to the Division's 5 6 decisions and the argument that the Division has never 7 approved a unit like this or they have only allowed 8 units to be approved based on 75 percent of the owners 9 in the unit area ratifying the agreement, I don't 10 think that the Division has addressed a unit agreement 11 like this. I haven't seen one. So I think, you know, 12 sort of the implication that it's been rejected or not 13 been allowed is not true. I think the other units 14 that were presented involved tract participation 15 formulas that were based on surface acreage, so they 16 were the same. You're looking at the ownership 17 interest being the same as the cost bearing interests. And here, in this case, the formula is not determined 18 19 in that manner.

I think that the other factors that the Division would need to look at under 70-7-6 would be matters to be addressed at a hearing. I think, you know, I don't think it's a take it or leave it deal. We're only asking for a ruling on the 75 percent approval requirement in 70-7-8. We're not asking for

1 approval of the entire unit. Of course, the Division 2 would have to make the other findings that are set out 3 in the other provisions of the Act if it were going to 4 ultimately approve the unit.

5 And with respect to going forward and 6 having a hearing where the Division addresses those 7 factors and then we try to address the 75 percent 8 approval requirement, I think I have explained why we 9 have asked for the ruling on the 75 percent issue 10 This is the formula that the BLM has approved here. 11 and the state land office has approved so this is what 12 we are prepared to go forward with at this time if we 13 can satisfy and the Division determines that 75 14 percent threshold requirement is met by having 15 approval of the Phase 1 owners who will bear 75 16 percent or more of the cost.

17 So that's what we're doing here and 18 that's what we have requested and I think that our 19 request is consistent with the language of the statute 20 that is very clearly stated and I think that what 21 we've asked is also consistent with the statute. So 22 with that, unless there are questions, I would ask 23 that the motion be granted. Thank you.

HEARING EXAMINER: Thank you. Mr.McClure, final questions?

1 MR. MCCLURE: So the BLM has actually 2 granted approval for something on this then? 3 MS. HARDY: Yes. 4 MR. MCCLURE: And they have signed off 5 on it? 6 MS. HARDY: Yes; it's a very long 7 process that FAE went through to get working with the 8 BLM to try to put together a unit that the BLM would 9 approve and this is what they approved. 10 Having said that though, MR. MCCLURE: 11 they were primarily concerned with federal interests, 12 correct? 13 MS. HARDY: Most of the land is 14 federal, so. 15 MR. MCCLURE: So they were more 16 concerned with the royalty interests, which is not at 17 dispute here, right? Because we're talking about 18 working interests? 19 I mean, the BLM, this is MS. HARDY: 20 the formula that they wanted and this is what they 21 have approved. 2.2 MR. MCCLURE: Okay. Thank you, Ms. 23 Hardy. I don't have any other questions, Mr. 24 Brancard. 25 HEARING EXAMINER: Thank you. Mr. Page 225

1 Goetz? 2 MR. GOETZE: No questions at this time. 3 Thank you. 4 HEARING EXAMINER: Thank you. Okay. 5 Well, now I'm thoroughly confused about what the role 6 of the BLM is here. I mean, if there's a BLM unit, 7 why do we need to be involved with it? And if it's a 8 statutory unit under our Statutory Unitization Act, 9 what the heck are they doing? So I guess that's sort of my concerns here. You know, I mean, when we have 10 11 BLM units that come before us, we don't say yea or nay 12 anymore because they're BLM units. But if it's a 13 statutory unit, that's ours to approve, so. 14 MS. HARDY: Mr. Brancard, I think it's 15 both, and it's also state acreage, so it's a combination of state, federal, and private acreage. 16 17 And the state land office has also approved, so then 18 we are asking the Division to approve under the 19 Statutory Unitization Act as well. 20 HEARING EXAMINER: Okay. So let's --21 well, I agree, Ms. Hardy, let's get down to the real 22 question here. What exactly are you seeking from the 23 Division at this point? 24 MS. HARDY: We are seeking a legal 25 ruling that the 75 percent approval requirement set Page 226

1	out in Section 70-7-8a would be satisfied by a showing
2	that the Phase 1 interest owners who will bear more
3	than 75 percent of the cost have approved the unit. I
4	think I stated that correctly?
5	HEARING EXAMINER: Okay. And by Phase
6	1, you mean Phase 1 under the plan that FAE has
7	drafted?
8	MS. HARDY: Exactly.
9	HEARING EXAMINER: Right. A plan that
10	has not been approved by the OCD?
11	MS. HARDY: Right. Not yet; that's
12	what we're asking.
13	HEARING EXAMINER: Well, I don't know.
14	This seems sort of clear to me that the language in
15	70-7-8, when it refers to "initially," those persons
16	who are required initially to pay at least 75 percent,
17	both times it's used it is "those persons who are
18	required to pay under the Division's order," okay? In
19	other words, the Division determines who are the ones
20	who are going to pay, whether it's everybody paying
21	the same amount or, you know, Group A and Group B or
22	however you want to do it. But it's part of the
23	Division's order, which would be issued under 70-7-7,
24	and we haven't got to that point.
25	So yes, FAE could come to the Division
	Page 227

1 -- I guess it has -- it has applied to the Division 2 for approval of the statutory unit. It has applied 3 for the approval of this plan. And so, it could end 4 up being that the Division will approve that plan with 5 exactly that phasing.

6 But it could also be, no. That the 7 Division will come up with its own plan, which is 8 really a scary idea. Or we will take somebody else's 9 idea, like Mr. Feldewert may have a better idea and 10 his clients.

11 So we are, clearly -- I believe we are 12 in unknown territory here because I think as -- I kind 13 of agree with Mr. Feldewert that my little experience with statutory units is that they tend to be sort of 14 15 come prepackaged with everybody sort of saying this is 16 the unit and this is the order we want you to approve 17 because we've all kind of worked it all out. And the Division doesn't have to think very hard, which is 18 good. We don't want the Division to think hard. 19

And so, that's my sense is that, clearly, the statute is relying on what the Division decides is the formula. And I don't think at this point the fact that the Applicant has a formula that it likes that that formula is necessarily the formula that it will be there at the end of the day when

1 there's a vote. That's the way I look at the statute. 2 It creates a process for you to apply and the Division to approve. And in between that, there is either a 3 lot of people slapping each other on the back saying 4 5 what a great plan this is or having a big hearing to 6 argue with each other about why it's not a great plan 7 or why it is a great plan. 8 And that's kind of where we're at, at 9 this point. We have an application and we can move 10 forward on it. But to sort of jump ahead to what 11 happens after the Division issues an order before we 12 have even considered the application seems premature 13 at this point. 14 So yes, I think you're right. We, you 15 know, there will be a vote by those people who have to 16 pay 75 percent of the initial costs, but we are a long 17 way from figuring out who those people are. I think that's the bottom line here. 18 19 MS. HARDY: So Mr. Brancard, can I ask 20 a couple of questions? 21 HEARING EXAMINER: Sure. Now that I've 22 stuck my foot in my mouth. 23 MS. HARDY: No; thank you. So is what you're saying really that we would have to go through 24 25 the hearing process and, you know, on the unit as Page 229

1 we've proposed it, with our approvals from BLM and the 2 state land office. If the Division gives thumbs up or thumbs down and then we would have to address the 75 3 4 percent issue? 5 HEARING EXAMINER: Well, you know, the 6 results -- there are numerous possible results. One is, you provide an application. People object to it 7 8 and we make a ruling going, bad application, go away, 9 try again. Okay? 10 The other is, we accept your 11 application, you know, the entire package, and go, 12 terrific, thanks for this great idea, go forth. 13 The third possibility is that we approve your application, modified through the 14 15 Okay? And likely, what we would modify, process. 16 from what I'm hearing from the other parties, is how 17 things get allocated because that seems to, obviously, be the big issue and, in fact, often is the big issue. 18 19 Whenever companies get together to negotiate Right? and discuss how to develop an area; who gets to pay, 20 21 who gets to play? 22 So that's just sort of generically three possibilities of what happens if you submit an 23 24 application. And clearly, I mean, unlike much of what we do under the Oil and Gas Act, there is a whole 25

1 playbook here in the Statutory Unitization Act that 2 tells you exactly what's supposed to be in your 3 application, exactly the findings that we have to make 4 in order to approve your application, and then exactly 5 what has to be in our order when we approve your 6 application. Okay? So it's, you know, it's unusual for us to have that much, you know, detail about how 7 8 exactly to move forward in this process. So we've got 9 to hit each of those steps along the way. And you started it with the application and we can go from 10 11 there. I'm sorry if I'm not -- happy, but --12 I understand what you're MS. HARDY: 13 saying and I just, due to this 75 percent issue, we were just hoping to get a ruling on it as a threshold 14 15 matter because I think that impacts whether we go 16 forward with it. But I understand your discussion of 17 the statute. HEARING EXAMINER: Yeah; I think it's a 18 little bit of the cart before the horse here. All 19 right. We will review this further and issue an 20 21 order. Are there any other comments, questions from 22 the parties? 23 Not from me, Mr. Examiner. MS. HARDY: 24 MR. FELDEWERT: Not from the 25 respondents, Mr. Examiner. We appreciate your time Page 231

1	here.
2	MS. HARDY: Yes; thank you very much.
3	HEARING EXAMINER: I am dismayed that I
4	will have to say now what I forgot to say at the end
5	of the rest of the hearing or at the beginning of it,
6	that everybody needs to get out and vote.
7	MS. HARDY: Will do.
8	HEARING EXAMINER: Thank you, everyone.
9	MS. HARDY: Thank you.
10	MR. FELDEWERT: Thank you.
11	HEARING EXAMINER: Have a great day.
12	(Whereupon, at 3:42 p.m., the
13	proceeding was concluded.)
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	
	Page 232
	Paul Baca Professional Court Reporters 505 8/3 92/1

#### CERTIFICATE OF DEPOSITION OFFICER

1

2	I, DANA FULTON, the officer before whom the
3	foregoing proceedings were taken, do hereby certify
4	that any witness(es) in the foregoing proceedings,
5	prior to testifying, were duly sworn; that the
6	proceedings were recorded by me and thereafter reduced
7	to typewriting by a qualified transcriptionist; that
8	said digital audio recording of said proceedings are a
9	true and accurate record to the best of my knowledge,
10	skills, and ability; that I am neither counsel for,
11	related to, nor employed by any of the parties to the
12	action in which this was taken; and, further, that I
13	am not a relative or employee of any counsel or
14	attorney employed by the parties hereto, nor
15	financially or otherwise interested in the outcome of
16	this action.
17	
18	Dance Fulton
19	Notary Public in and for the
20	State of New Mexico
21	
22	
23	
24	
25	
	Page 233

1	CERTIFICATE OF TRANSCRIBER
2	I, DIANE OTTO, do hereby certify that this
3	transcript was prepared from the digital audio
4	recording of the foregoing proceeding, that said
5	transcript is a true and accurate record of the
6	proceedings to the best of my knowledge, skills, and
7	ability; that I am neither counsel for, related to,
8	nor employed by any of the parties to the action in
9	which this was taken; and, further, that I am not a
10	relative or employee of any counsel or attorney
11	employed by the parties hereto, nor financially or
12	otherwise interested in the outcome of this action.
13	
14	TAT
	NOVA
15	DIANE OTTO, CER, CET 1353
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	
	Page 234

[& - 16th]

&	203:2 209:25	97:15,22 178:14	65:13 109:25
<b>&amp;</b> 2:2 8:20 11:4	211:17 213:1	<b>110</b> 8:21 11:13	<b>131h</b> 79:13
11:12 12:6,15	219:20 220:18	12:16 78:20	<b>132</b> 84:2,5
45:20 50:7	224:15 227:2,6,6	88:10	<b>132h</b> 80:10
92:21 93:1 99:5	<b>10</b> 93:14 95:15	<b>110/111</b> 17:4,5,6	<b>133/185</b> 18:13,14
107:13 111:13	97:24 155:3	<b>113/117</b> 17:11,12	18:15,16,17
118:21 126:25	191:16 200:16	17:13	<b>133h</b> 59:2 79:20
127:16 132:2	200:20 204:6	<b>117</b> 118:7	<b>134h</b> 80:1
137:1 161:2	211:24 212:10	<b>118</b> 118:8	<b>1353</b> 234:15
165:10 173:1	212:15,17	<b>11h</b> 55:5,11	<b>135h</b> 132:10
175:15 176:1,9	213:11,18	138:9	<b>136h</b> 132:11
176:13	<b>10/28</b> 180:24	<b>12</b> 84:15,16	<b>137h</b> 128:7,18
	<b>100</b> 29:14 67:1,6	120:17	<b>138h</b> 128:7,19
0	76:13 84:6 85:4	<b>121</b> 130:10	<b>14</b> 47:11 49:4
<b>002h</b> 80:12	172:12	<b>121h</b> 79:13	51:23 63:18
<b>0794</b> 84:18	<b>101h</b> 74:17	<b>122</b> 127:23	129:1 133:3
1	<b>102</b> 48:13 51:10	130:10	<b>140/150</b> 19:5,6,7
<b>1</b> 8:21 11:13	93:25 120:5	<b>1220</b> 7:7	<b>15</b> 43:9,13 44:2
12:16 21:5	<b>102h</b> 74:9	<b>123</b> 127:24	45:8,13 136:7
24:11 47:2 48:9	<b>102s</b> 93:25 101:5	130:10	173:22 188:11
48:19 51:5,15	109:8 112:22	<b>123/126</b> 17:19,20	188:15 195:6
63:17 82:12	115:19 121:24	17:21	215:10
83:10 93:24	<b>103</b> 77:21	<b>123h</b> 79:20	<b>152/155</b> 19:12,13
97:12,13 100:25	<b>104</b> 22:10 77:22	<b>124</b> 127:24	19:14
102:19 103:24	<b>1048</b> 10:13	<b>124h</b> 80:1	<b>158/160</b> 19:19,20
104:12 109:13	<b>104h</b> 74:3	<b>125</b> 134:19	19:21
113:2 138:24	<b>1056</b> 8:7	182:12	<b>15th</b> 43:22
140:2 154:1	<b>106</b> 24:6	<b>126</b> 132:6 185:8	<b>16</b> 79:6,12,19,25
160:5 161:21	<b>106/107</b> 16:18,19	<b>127</b> 132:6 185:8	80:4,14 84:12
166:7 167:7	16:20,21,22,23	<b>128</b> 132:6 182:13	89:10,17,24 90:6
173:22 179:1,6	16:24	185:8	90:13
180:7 182:4	<b>108</b> 78:20 88:9	<b>1280</b> 99:14	<b>160</b> 58:23 69:20
189:10 191:11	<b>109</b> 78:20 88:10	<b>129/130</b> 18:4,5,6	<b>164</b> 27:2
192:15 194:20	<b>10:10</b> 92:13	18:7,8	<b>164/165</b> 20:4,5,6
196:24 198:25	<b>10h</b> 55:5,7 69:24	<b>12h</b> 138:10	<b>168/172</b> 20:11,12
199:5,6,9,19	139:14	<b>13</b> 46:14 50:21	20:13
200:3,12 202:11	<b>11</b> 47:19 57:7	58:25 59:2	<b>16th</b> 129:3 133:5
202:17,23,25	93:14 95:15	63:18 64:3	

<b>17</b> 62:21 69:21	50:20 51:9,15	166:13,18,25	<b>21</b> 28:16 55:2,5,7
79:6,12,13,19,20	55:1,1,2,2,18,18	167:8,8,13	55:10,11,14,16
79:25 80:1,4,9	55:18,18 58:25	179:16 191:6,10	73:21
89:10,17,18,24	58:25 63:17,17	191:12,12,13,16	<b>210</b> 9:25
89:25 90:6,7,13	63:17 65:13	191:17,19,25	<b>211h</b> 132:11
90:14 166:1	68:11 69:21,21	192:1,10,14	<b>212h</b> 132:11
<b>171</b> 168:9	73:20,20,20,25	196:20 198:8	<b>213h</b> 128:7,19
<b>172</b> 168:12,14,19	74:1,1,7,8,8,14	199:1,11,12,14	<b>214</b> 12:7
<b>179/182</b> 21:5,6,7	74:15,15 75:18	199:16 200:6,8	<b>214h</b> 128:7,20
21:8,9,10,11,12	75:19,19 77:15	200:12,12,13,18	<b>2168</b> 7:16
<b>17th</b> 62:14	77:15 79:11,12	201:10 202:12	<b>218</b> 10:6
126:16 171:22	79:18,19,24,24	202:19 203:11	<b>22</b> 55:9,13,19
<b>18</b> 27:23 28:12	80:4,4,14,14	203:25 213:2,13	119:10,22 121:5
49:6 52:1 108:1	84:8,9,11,11,12	214:13	137:9 151:6
111:19 122:17	84:12,23 87:1,1	<b>2.1.3</b> 191:9,11	<b>22-27</b> 120:1
177:3	87:2,2,6,6,8,8	200:1	121:11
<b>18th</b> 133:5	89:16,16,24,24	<b>20</b> 28:20 29:1	<b>22161</b> 24:11 27:2
<b>19</b> 27:6 28:14	90:5,5,13,13	55:17 58:25	22161-22164
30:1 50:20,23	93:14,14 94:1,18	79:6 89:11,17,24	3:16
55:2 93:15	94:18 95:14,14	90:6,13 161:13	<b>22162</b> 24:11
165:19	95:17 97:15,15	188:6	<b>22163</b> 24:12
<b>19,000</b> 195:24	97:23,23 101:5	<b>20-30</b> 188:20	<b>22164</b> 24:12
197:6,9	104:12 108:23	<b>201h</b> 74:17	<b>22192</b> 63:12,14
<b>19,369</b> 199:4,10	108:23 109:13	89:19	<b>2220</b> 101:8
<b>19th</b> 26:22 27:4	112:12,13,13	<b>2020</b> 108:5	<b>22211</b> 27:7,23
28:8 30:10	113:2 114:7,11	<b>2021</b> 128:19,20	28:12
31:21 34:11,14	114:21,22 118:2	132:23 202:18	<b>22211-22218</b> 3:2
34:19,22 35:10	119:22,22 121:5	<b>2022</b> 6:2 22:4	<b>22212</b> 27:7
129:3 133:5	121:20,20,20,20	49:4,6 51:23	<b>22213</b> 27:7
<b>1:30</b> 182:25	123:19 124:4	52:1 57:7 63:13	<b>22214</b> 27:7
183:4 186:14	125:20 126:14	129:1 133:3	<b>22215</b> 27:7
<b>1h</b> 46:16 50:23	137:7,15 138:1,2	<b>2023</b> 32:8	<b>22216</b> 27:7
138:7 156:13	138:3 139:8,9	<b>202h</b> 74:9 90:7	<b>22217</b> 27:7
<b>1st</b> 42:3	141:4 144:24	<b>203h</b> 90:1	<b>22218</b> 27:8
2	148:13 151:5,6,6	<b>204h</b> 74:3 90:15	<b>22298</b> 27:8,23
<b>2</b> 21:6 46:13	156:8 161:12,13	<b>2068</b> 9:14	28:12
47:1,1 48:12,20	161:22 165:18	<b>20h</b> 55:5,7	22298-22300
, , -	165:19 166:8,13		1:11

Paul Baca Professional Court Reporters A Veritext Company [22299 - 23128]

<b>22299</b> 27:8	49:9,21,23 52:4	23107-23110	<b>23119</b> 2:7 17:17
<b>22300</b> 27:8,23	<b>23093</b> 1:20 14:10	15:17	118:17 119:1,9
28:13	58:10,14 61:10	23107-23114	119:20 120:4
<b>23.</b> 13 <b>223h</b> 109:2	<b>23094</b> 4:7 61:18	1:21	123:5,14,18
<b>2231</b> 109.2 <b>22427</b> 3:20 21:3	61:23 62:21	<b>23108</b> 78:13	125:3,14,18
175:5 181:25		79:15 81:13	
	<b>230946</b> 56:21		<b>23120</b> 2:7 17:18
<b>22428</b> 3:20 21:3	<b>23095</b> 4:12 63:1	<b>23109</b> 78:13 80:2	,
175:5 181:25	63:7,10	80:25 81:13,20	121:3,23 123:5
<b>224h</b> 112:16	<b>23096</b> 2:2 13:13	83:13 86:20	125:21 126:8,14
<b>22721</b> 3:21 21:3	50:4,10,14 53:23	87:1 88:1,13	130:9
175:5 182:1	53:24	<b>23110</b> 78:13 79:4	
<b>22722</b> 3:21 21:4	23097-23099	79:21 80:23	127:23 128:4
175:5 182:1	4:13	81:13	129:7
<b>22734</b> 63:13	<b>23099</b> 14:17 65:3	23111 88:25 89:5	
<b>22782</b> 5:7 44:7	65:7 68:10	89:8,13 91:7	18:3
45:12	<b>23100</b> 4:8 15:3	92:3,5	23121-23128
<b>22971</b> 5:13 22:11	69:3,9,18 70:5	23111-23114	3:12
182:8 183:4	70:25 72:18,19	16:3	<b>23122</b> 126:22
186:24 187:19	<b>23102</b> 72:25	<b>23112</b> 88:25	128:4 129:7
<b>22972</b> 5:13 22:12	73:16,22 74:19	89:20 91:7	<b>23123</b> 126:22
182:8 183:5	75:10 77:21	<b>23113</b> 88:25 90:2	128:4 129:7
186:23 187:19	<b>23102-23104</b> 5:2	91:7	<b>23124</b> 126:22
<b>22978</b> 24:12 27:2	15:10	<b>23114</b> 88:25 89:5	128:5 129:8
22978-22981	<b>23103</b> 73:1,16	89:9 90:9 91:7	<b>23125</b> 131:23
2:13	74:4,20 75:10	92:3,5	132:5,8 133:9
<b>22979</b> 24:12	<b>23104</b> 73:1,16	<b>23115</b> 3:22 16:10	136:15 183:11
<b>22980</b> 24:12	74:11,20 75:10	92:18 93:8	185:8
<b>22981</b> 24:12	<b>23105</b> 28:16	98:19,21	23125-23128
<b>22988</b> 3:7 29:1	30:11,24	<b>23116</b> 4:2 16:17	18:12
30:9	23105-23106	99:2,10 107:1,2	<b>23126</b> 131:23
<b>23</b> 32:18 69:21	4:17	<b>23117</b> 4:22 17:3	132:8 133:9
69:24 70:1,3	<b>23106</b> 28:16	107:10,22,24	183:11
151:7 156:9	30:12,24	108:21 110:13	<b>23127</b> 131:23
<b>23046</b> 4:7 14:3	<b>23107</b> 78:13,19	111:4,6	132:8 133:9,11
54:6,22,24 55:22	79:4,8 80:22	<b>23118</b> 4:22 17:10	183:11
58:2	81:13 87:2,7	111:11,16	<b>23128</b> 131:23
<b>23092</b> 2:2 13:3	88:9	112:10 113:20	132:8 133:10,11
45:17,24 46:8		117:15,16	136:15 183:11

[23129 - 34]

			1
<b>23129</b> 32:19	<b>23153</b> 36:3	<b>240</b> 73:18,24	87:7,14,24 88:3
33:15	<b>23154</b> 36:3	74:6,13 77:17,25	88:13 91:15
23129-23167	<b>23155</b> 36:3	112:11	92:7 94:4,9 98:1
2:18	<b>23156</b> 36:3,13	<b>245-2606</b> 11:23	101:11 109:14
<b>23130</b> 32:20	44:1	<b>25</b> 55:2 63:13	113:4 161:24
<b>23131</b> 32:20	<b>23158</b> 33:11,15	104:24 119:10	162:2,7,12
<b>23132</b> 32:20	<b>23159</b> 33:12	177:3 216:12	163:19 166:12
<b>23133</b> 32:20	<b>23160</b> 33:12	218:22,23,24	166:25
<b>23134</b> 32:20	<b>23161</b> 33:12	<b>25/26</b> 177:2	<b>30</b> 46:13,16
<b>23135</b> 32:20	<b>23162</b> 33:12	<b>2523</b> 10:21	50:20,23 66:22
<b>23136</b> 32:20	<b>23163</b> 33:12	<b>26</b> 137:8 138:1	93:15 173:12
<b>23137</b> 32:21	<b>23164</b> 33:12	139:8 162:12	177:3
<b>23138</b> 32:21	<b>23165</b> 33:12	177:3	<b>300</b> 9:5 200:25
<b>23139</b> 32:21	<b>23166</b> 33:13	<b>26314</b> 234:14	213:20
<b>23140</b> 32:21	<b>23167</b> 33:13,15	<b>26522</b> 233:18	<b>301h</b> 74:17
<b>23141</b> 32:21	<b>23168</b> 2:23 19:11	<b>27</b> 69:22 119:10	<b>302h</b> 74:10
<b>23142</b> 32:21	150:13,17 151:1	119:22 121:5	<b>303</b> 11:8
<b>23143</b> 32:21	152:17 155:15	<b>28</b> 59:1 63:18	<b>304h</b> 74:3 120:1
<b>23144</b> 32:22	155:16	64:4,4 65:13	<b>31</b> 46:13,16
<b>23145</b> 32:22	<b>23169</b> 2:23 19:18	79:7 89:11,17,25	<b>32</b> 73:21 74:1,2,8
<b>23146</b> 32:22	155:23 156:3,6	90:6,14 108:1	74:9,15,16 75:19
33:15	158:10 160:12	111:20 151:6,7	77:16 82:17
<b>23147</b> 2:8 19:3	160:14	156:9	119:11
136:23 137:4,7	<b>23170</b> 3:22 20:3	<b>29</b> 73:20 74:1,2,7	<b>320</b> 54:25 55:19
137:24 140:15	160:23 161:4	74:9,15,16 75:19	65:12 79:10,17
149:25 150:2	164:23,23	77:16 161:14	79:23 89:15,22
<b>23148</b> 2:8 19:4	<b>23171</b> 20:10	165:19	90:4,11 93:12
136:23 137:5,7	165:5,13 171:8	<b>2h</b> 139:13 151:9	108:22 119:21
139:6 140:15	171:20	156:14	<b>33</b> 107:25 108:24
149:25 150:2	<b>23172</b> 20:10	3	111:19 112:13
<b>23149</b> 36:2,13	165:6,14 170:4	<b>3</b> 6:2 21:7 22:4	137:9
44:1	171:9,21	38:24 48:13,20	<b>330</b> 55:17 116:8
23149-23156	<b>23173</b> 3:23	51:10,16 59:11	116:23 121:19
1:15	172:12 174:21	63:17 65:21	<b>33h</b> 106:11
<b>23150</b> 36:2	<b>233h</b> 109:3	66:14 68:13,16	<b>34</b> 108:1,24
<b>23151</b> 36:2	<b>234h</b> 112:17	68:20 81:1	111:19 112:13
<b>23152</b> 36:3	<b>24</b> 37:15 99:16	84:10 86:19	114:7
	174:7		

[34-33 - 71/72]

<b>34-33</b> 109:1,2	<b>4.12</b> 41:11	10:16 11:15	<b>623-9332</b> 10:8
112:16,17	<b>4/4</b> 55:17 147:15	12:19	<b>625h</b> 121:12
<b>35</b> 73:21 99:17	148:5,15 168:24	<b>50h</b> 55:5,11	<b>63</b> 58:9
137:8,9,11 138:3	<b>40</b> 32:18 147:1	<b>51</b> 35:24	<b>64</b> 61:18
139:10 141:1	<b>4040</b> 9:23	<b>52/54</b> 13:14,15	<b>640</b> 121:4,21
151:5,9,9	<b>405</b> 116:9,23	13:16,17,18,19	147:1 151:3
<b>35-26</b> 138:7,8,9	<b>407-4458</b> 11:8	<b>523</b> 11:20	<b>65</b> 63:1 66:22
138:10 139:13	<b>407-4438</b> 11.8 <b>41</b> 33:1	<b>5529252</b> 6:10	<b>66</b> 65:3
139:14	<b>427</b> 178:10	<b>56</b> 134:6,19	<b>66/68</b> 14:18,19
<b>350</b> 9:23	<b>427</b> 178.10 <b>428</b> 178:10	<b>56/58</b> 14:4,5,6	14:20
<b>350</b> 9.23 <b>35h</b> 106:11	<b>420</b> 178.10 <b>45</b> 159:5	<b>58</b> 35:24	<b>67</b> 69:3
<b>38</b> 46:14 50:21	<b>460</b> 9:5	<b>50</b> 53.24 <b>59</b> 44:7	<b>67</b> 09.3 <b>68</b> 72:25
	<b>469-3187</b> 9:25	<b>59</b> 44.7 <b>5h</b> 65:15	<b>69</b> 72:25
64:4 65:13 <b>385-4401</b> 12:10	<b>469-5187</b> 9:25 <b>469-5527</b> 7:10	<b>5th</b> 31:5,6,18,24	
<b>3:42</b> 232:12	<b>409-5527</b> 7:10 <b>480</b> 46:11 50:18		7
		32:6,7 34:1,2,11	<b>7</b> 21:11 116:22
<b>3s</b> 91:24	<b>49/50</b> 13:4,5,6,7	34:12,14 174:13	117:2 168:13
4	13:8,9	174:17,22	169:18 178:21
<b>4</b> 21:8 46:13	<b>4h</b> 151:9	6	<b>7,480</b> 80:19
10 10 00 50 00	<b>4th</b> 56:12	6 01 10 10 15	7 000 50.5
48:13,20 50:20		<b>6</b> 21:10 48:15	<b>7,900</b> 59:5
48:13,20 50:20 51:10,16 55:9,9	5	<b>6</b> 21:10 48:15 51:12 95:7	<b>7,900</b> 59:5 <b>70</b> 72:25
			· ·
51:10,16 55:9,9	5	51:12 95:7	70 72:25
51:10,16 55:9,9 55:10,10,13,13	<b>5</b> <b>5</b> 21:9 48:14,21	51:12 95:7 102:10 138:24	<b>70</b> 72:25 <b>70-7-1</b> 209:16
51:10,16 55:9,9 55:10,10,13,13 55:14,14 56:9	<b>5</b> <b>5</b> 21:9 48:14,21 51:11,17 59:20	51:12 95:7 102:10 138:24 140:2 156:9	<b>70</b> 72:25 <b>70-7-1</b> 209:16 <b>70-7-6</b> 205:22
51:10,16 55:9,9 55:10,10,13,13 55:14,14 56:9 63:17 70:1,1,2,2	<b>5</b> <b>5</b> 21:9 48:14,21 51:11,17 59:20 67:19,25 68:8,20	51:12 95:7 102:10 138:24 140:2 156:9 161:13 163:5	<b>70</b> 72:25 <b>70-7-1</b> 209:16 <b>70-7-6</b> 205:22 223:21
51:10,16 55:9,9 55:10,10,13,13 55:14,14 56:9 63:17 70:1,1,2,2 73:20,25 74:7,14	<b>5</b> <b>5</b> 21:9 48:14,21 51:11,17 59:20 67:19,25 68:8,20 94:20 95:1	51:12 95:7 102:10 138:24 140:2 156:9 161:13 163:5 165:18 167:8	<b>70</b> 72:25 <b>70-7-1</b> 209:16 <b>70-7-6</b> 205:22 223:21 <b>70-7-6b</b> 206:5
51:10,16 55:9,9 55:10,10,13,13 55:14,14 56:9 63:17 70:1,1,2,2 73:20,25 74:7,14 75:7,19 84:19	<b>5</b> <b>5</b> 21:9 48:14,21 51:11,17 59:20 67:19,25 68:8,20 94:20 95:1 99:16,22 101:24	51:12 95:7 102:10 138:24 140:2 156:9 161:13 163:5 165:18 167:8 168:10,15	70 72:25 70-7-1 209:16 70-7-6 205:22 223:21 70-7-6b 206:5 70-7-7 219:4
51:10,16 55:9,9 55:10,10,13,13 55:14,14 56:9 63:17 70:1,1,2,2 73:20,25 74:7,14 75:7,19 84:19 94:17,21 101:18	<b>5</b> <b>5</b> 21:9 48:14,21 51:11,17 59:20 67:19,25 68:8,20 94:20 95:1 99:16,22 101:24 122:8 136:6	51:12 95:7 102:10 138:24 140:2 156:9 161:13 163:5 165:18 167:8 168:10,15 169:18 178:20	<b>70</b> 72:25 <b>70-7-1</b> 209:16 <b>70-7-6</b> 205:22 223:21 <b>70-7-6b</b> 206:5 <b>70-7-7</b> 219:4 227:23
51:10,16 55:9,9 55:10,10,13,13 55:14,14 56:9 63:17 70:1,1,2,2 73:20,25 74:7,14 75:7,19 84:19 94:17,21 101:18 103:17 104:12	<b>5</b> <b>5</b> 21:9 48:14,21 51:11,17 59:20 67:19,25 68:8,20 94:20 95:1 99:16,22 101:24 122:8 136:6 156:9,13,13	51:12 95:7 102:10 138:24 140:2 156:9 161:13 163:5 165:18 167:8 168:10,15 169:18 178:20 179:19,25	<ul> <li>70 72:25</li> <li>70-7-1 209:16</li> <li>70-7-6 205:22</li> <li>223:21</li> <li>70-7-6b 206:5</li> <li>70-7-7 219:4</li> <li>227:23</li> <li>70-7-8 203:15</li> </ul>
51:10,16 55:9,9 55:10,10,13,13 55:14,14 56:9 63:17 70:1,1,2,2 73:20,25 74:7,14 75:7,19 84:19 94:17,21 101:18 103:17 104:12 109:15 112:12	<b>5</b> <b>5</b> 21:9 48:14,21 51:11,17 59:20 67:19,25 68:8,20 94:20 95:1 99:16,22 101:24 122:8 136:6 156:9,13,13 161:13 162:22	51:12 95:7 102:10 138:24 140:2 156:9 161:13 163:5 165:18 167:8 168:10,15 169:18 178:20 179:19,25 <b>60</b> 45:17 64:6	<ul> <li>70 72:25</li> <li>70-7-1 209:16</li> <li>70-7-6 205:22</li> <li>223:21</li> <li>70-7-6b 206:5</li> <li>70-7-7 219:4</li> <li>227:23</li> <li>70-7-8 203:15</li> <li>204:14 207:1,8</li> </ul>
51:10,16 55:9,9 55:10,10,13,13 55:14,14 56:9 63:17 70:1,1,2,2 73:20,25 74:7,14 75:7,19 84:19 94:17,21 101:18 103:17 104:12 109:15 112:12 113:5 114:7	<b>5</b> <b>5</b> 21:9 48:14,21 51:11,17 59:20 67:19,25 68:8,20 94:20 95:1 99:16,22 101:24 122:8 136:6 156:9,13,13 161:13 162:22 165:19 167:8	51:12 95:7 102:10 138:24 140:2 156:9 161:13 163:5 165:18 167:8 168:10,15 169:18 178:20 179:19,25 60 45:17 64:6 60/61 14:11,12	<ul> <li>70 72:25</li> <li>70-7-1 209:16</li> <li>70-7-6 205:22</li> <li>223:21</li> <li>70-7-6b 206:5</li> <li>70-7-7 219:4</li> <li>227:23</li> <li>70-7-8 203:15</li> <li>204:14 207:1,8</li> <li>211:15 216:5</li> </ul>
51:10,16 55:9,9 55:10,10,13,13 55:14,14 56:9 63:17 70:1,1,2,2 73:20,25 74:7,14 75:7,19 84:19 94:17,21 101:18 103:17 104:12 109:15 112:12 113:5 114:7 137:8,11 138:2,2	<b>5</b> <b>5</b> 21:9 48:14,21 51:11,17 59:20 67:19,25 68:8,20 94:20 95:1 99:16,22 101:24 122:8 136:6 156:9,13,13 161:13 162:22 165:19 167:8 178:5 179:1,21	51:12 95:7 102:10 138:24 140:2 156:9 161:13 163:5 165:18 167:8 168:10,15 169:18 178:20 179:19,25 <b>60</b> 45:17 64:6 <b>60/61</b> 14:11,12 14:13	<ul> <li>70 72:25</li> <li>70-7-1 209:16</li> <li>70-7-6 205:22</li> <li>223:21</li> <li>70-7-6b 206:5</li> <li>70-7-7 219:4</li> <li>227:23</li> <li>70-7-8 203:15</li> <li>204:14 207:1,8</li> <li>211:15 216:5</li> <li>223:25 227:15</li> </ul>
51:10,16 55:9,9 55:10,10,13,13 55:14,14 56:9 63:17 70:1,1,2,2 73:20,25 74:7,14 75:7,19 84:19 94:17,21 101:18 103:17 104:12 109:15 112:12 113:5 114:7 137:8,11 138:2,2 138:2,2 139:9,9	<b>5</b> <b>5</b> 21:9 48:14,21 51:11,17 59:20 67:19,25 68:8,20 94:20 95:1 99:16,22 101:24 122:8 136:6 156:9,13,13 161:13 162:22 165:19 167:8 178:5 179:1,21 188:11	51:12 95:7 102:10 138:24 140:2 156:9 161:13 163:5 165:18 167:8 168:10,15 169:18 178:20 179:19,25 <b>60</b> 45:17 64:6 <b>60/61</b> 14:11,12 14:13 <b>600</b> 137:25 139:7	<ul> <li>70 72:25</li> <li>70-7-1 209:16</li> <li>70-7-6 205:22</li> <li>223:21</li> <li>70-7-6b 206:5</li> <li>70-7-7 219:4</li> <li>227:23</li> <li>70-7-8 203:15</li> <li>204:14 207:1,8</li> <li>211:15 216:5</li> <li>223:25 227:15</li> <li>70-7-8a 189:8,12</li> </ul>
51:10,16 55:9,9 55:10,10,13,13 55:14,14 56:9 63:17 70:1,1,2,2 73:20,25 74:7,14 75:7,19 84:19 94:17,21 101:18 103:17 104:12 109:15 112:12 113:5 114:7 137:8,11 138:2,2 138:2,2 139:9,9 139:9,9 141:1,1	<b>5</b> <b>5</b> 21:9 48:14,21 51:11,17 59:20 67:19,25 68:8,20 94:20 95:1 99:16,22 101:24 122:8 136:6 156:9,13,13 161:13 162:22 165:19 167:8 178:5 179:1,21 188:11 <b>50</b> 33:1 35:22	51:12 95:7 102:10 138:24 140:2 156:9 161:13 163:5 165:18 167:8 168:10,15 169:18 178:20 179:19,25 <b>60</b> 45:17 64:6 <b>60/61</b> 14:11,12 14:13 <b>600</b> 137:25 139:7 <b>60h</b> 55:5,8 69:24	<ul> <li>70 72:25</li> <li>70-7-1 209:16</li> <li>70-7-6 205:22</li> <li>223:21</li> <li>70-7-6b 206:5</li> <li>70-7-7 219:4</li> <li>227:23</li> <li>70-7-8 203:15</li> <li>204:14 207:1,8</li> <li>211:15 216:5</li> <li>223:25 227:15</li> <li>70-7-8a 189:8,12</li> <li>194:14 227:1</li> </ul>
51:10,16 55:9,9 55:10,10,13,13 55:14,14 56:9 63:17 70:1,1,2,2 73:20,25 74:7,14 75:7,19 84:19 94:17,21 101:18 103:17 104:12 109:15 112:12 113:5 114:7 137:8,11 138:2,2 138:2,2 139:9,9 139:9,9 141:1,1 141:9,9,10,11	<b>5</b> <b>5</b> 21:9 48:14,21 51:11,17 59:20 67:19,25 68:8,20 94:20 95:1 99:16,22 101:24 122:8 136:6 156:9,13,13 161:13 162:22 165:19 167:8 178:5 179:1,21 188:11 <b>50</b> 33:1 35:22 87:9,9	51:12 95:7 102:10 138:24 140:2 156:9 161:13 163:5 165:18 167:8 168:10,15 169:18 178:20 179:19,25 <b>60</b> 45:17 64:6 <b>60/61</b> 14:11,12 14:13 <b>600</b> 137:25 139:7 <b>60h</b> 55:5,8 69:24 <b>61</b> 50:3	<ul> <li>70 72:25</li> <li>70-7-1 209:16</li> <li>70-7-6 205:22</li> <li>223:21</li> <li>70-7-6b 206:5</li> <li>70-7-7 219:4</li> <li>227:23</li> <li>70-7-8 203:15</li> <li>204:14 207:1,8</li> <li>211:15 216:5</li> <li>223:25 227:15</li> <li>70-7-8a 189:8,12</li> <li>194:14 227:1</li> <li>70h 55:6,12</li> </ul>
51:10,16 55:9,9 55:10,10,13,13 55:14,14 56:9 63:17 70:1,1,2,2 73:20,25 74:7,14 75:7,19 84:19 94:17,21 101:18 103:17 104:12 109:15 112:12 113:5 114:7 137:8,11 138:2,2 138:2,2 139:9,9 139:9,9 141:1,1 141:9,9,10,11 142:15,20	<b>5</b> <b>5</b> 21:9 48:14,21 51:11,17 59:20 67:19,25 68:8,20 94:20 95:1 99:16,22 101:24 122:8 136:6 156:9,13,13 161:13 162:22 165:19 167:8 178:5 179:1,21 188:11 <b>50</b> 33:1 35:22 87:9,9 <b>500</b> 11:5	51:12 95:7 102:10 138:24 140:2 156:9 161:13 163:5 165:18 167:8 168:10,15 169:18 178:20 179:19,25 60 45:17 64:6 60/61 14:11,12 14:13 600 137:25 139:7 60h 55:5,8 69:24 61 50:3 610h 121:11	<ul> <li>70 72:25</li> <li>70-7-1 209:16</li> <li>70-7-6 205:22</li> <li>223:21</li> <li>70-7-6b 206:5</li> <li>70-7-7 219:4</li> <li>227:23</li> <li>70-7-8 203:15</li> <li>204:14 207:1,8</li> <li>211:15 216:5</li> <li>223:25 227:15</li> <li>70-7-8a 189:8,12</li> <li>194:14 227:1</li> <li>70h 55:6,12</li> <li>70s 170:23</li> </ul>
$\begin{array}{c} 51:10,16\ 55:9,9\\ 55:10,10,13,13\\ 55:14,14\ 56:9\\ 63:17\ 70:1,1,2,2\\ 73:20,25\ 74:7,14\\ 75:7,19\ 84:19\\ 94:17,21\ 101:18\\ 103:17\ 104:12\\ 109:15\ 112:12\\ 113:5\ 114:7\\ 137:8,11\ 138:2,2\\ 138:2,2\ 139:9,9\\ 139:9,9\ 141:1,1\\ 141:9,9,10,11\\ 142:15,20\\ 144:20,20\\ \end{array}$	<b>5</b> <b>5</b> 21:9 48:14,21 51:11,17 59:20 67:19,25 68:8,20 94:20 95:1 99:16,22 101:24 122:8 136:6 156:9,13,13 161:13 162:22 165:19 167:8 178:5 179:1,21 188:11 <b>50</b> 33:1 35:22 87:9,9 <b>500</b> 11:5 <b>5000</b> 219:15,16	51:12 95:7 102:10 138:24 140:2 156:9 161:13 163:5 165:18 167:8 168:10,15 169:18 178:20 179:19,25 <b>60</b> 45:17 64:6 <b>60/61</b> 14:11,12 14:13 <b>600</b> 137:25 139:7 <b>60h</b> 55:5,8 69:24 <b>61</b> 50:3 <b>610h</b> 121:11 <b>619.84</b> 161:9	<ul> <li>70 72:25</li> <li>70-7-1 209:16</li> <li>70-7-6 205:22</li> <li>223:21</li> <li>70-7-6b 206:5</li> <li>70-7-7 219:4</li> <li>227:23</li> <li>70-7-8 203:15</li> <li>204:14 207:1,8</li> <li>211:15 216:5</li> <li>223:25 227:15</li> <li>70-7-8a 189:8,12</li> <li>194:14 227:1</li> <li>70h 55:6,12</li> <li>70s 170:23</li> <li>71 78:12</li> </ul>

<b>710h</b> 121:12	00.16 22 104.19	<b>92</b> 131:22 183:10	150.24 160.1 7
	99:16,22 104:18 116:22 117:2		159:24 160:1,7
<b>715h</b> 121:12		<b>93</b> 136:22	171:10 175:3
<b>720</b> 11:23	178:24 179:1,6	<b>94</b> 136:22	188:20 215:18
<b>721</b> 176:6 178:15	182:4	<b>95</b> 66:23 150:13	<b>absence</b> 39:14
<b>721h</b> 121:13,18	<b>8,821</b> 80:20	<b>954-7286</b> 12:19	absurd 192:25
722 176:6 178:16	<b>8,966</b> 59:6	<b>954-7294</b> 11:15	accept 68:18
<b>74</b> 78:13	<b>80</b> 99:2 118:13	<b>96</b> 155:22	230:10
<b>75</b> 88:24 115:20	<b>80401</b> 11:21	<b>96/98</b> 16:11,12	accepted 48:3,5
189:6,9,14	<b>81/88</b> 15:18,19	16:13	51:3 52:4
192:19 193:7,8,9	15:20	<b>97</b> 160:23 199:3	100:10 104:6
193:13,21 194:5	<b>82</b> 111:11	<b>970</b> 12:10	105:25 108:13
194:10,17,21	<b>821h</b> 121:13	<b>98</b> 165:5	108:16,20
195:2 196:13,19	<b>831h</b> 121:14	<b>981</b> 27:2	110:12 111:24
196:22 197:3,8	<b>848-1834</b> 7:19	<b>982-2043</b> 8:10	112:8 113:19
197:15,23 198:7	<b>85</b> 66:21 126:21	<b>982-4554</b> 9:17	119:14,18 123:4
203:2 208:8	<b>85.9</b> 66:17	<b>983-6686</b> 9:7	137:20,23
215:12 216:11	<b>850</b> 102:6	<b>988-4421</b> 8:24	140:14 151:15
217:15 219:21	<b>8500</b> 102:6	<b>99</b> 165:5	156:21 157:6
220:5,18 221:15	<b>87103</b> 7:17	<b>9h</b> 138:8 143:11	accepting 42:7
221:18 222:17	<b>87501</b> 6:8 8:22	147:25	accidentally
223:8,24 224:7,9	10:7,14 11:14	а	116:17
224:13,15	12:8,17	<b>a.m.</b> 6:3 92:13	account 142:8
226:25 227:3,16	<b>87504</b> 8:8 9:15	<b>a5</b> 167:3	147:14 199:9,15
229:16 230:3	10:22	<b>a6</b> 206:3	201:11 203:11
231:13	<b>87505</b> 7:8 9:6	<b>abadie</b> 12:6	accounted 143:1
<b>75/78</b> 15:11,12	11:6	44:11 93:1	accounting
15:13	<b>88</b> 126:22	107:13 111:13	201:16 205:16
<b>7500</b> 46:11 50:17	<b>89</b> 131:22 183:10	118:21 137:1	205:21 209:4
<b>76</b> 88:24	<b>8:15</b> 6:3	175:15	213:8
77 88:24	<b>8a</b> 163:16 167:14	abadieschill.co	accounts 199:14
<b>78</b> 88:24 92:17	9	12:9	<b>accrued</b> 200:16
<b>780-8000</b> 10:16	<b>9</b> 27:6 148:2		204:7 212:15
<b>78209</b> 9:24	<b>9</b> 27:6 148:2 <b>90</b> 131:22	<b>ability</b> 233:10 234:7	213:15,16
<b>79</b> 92:18	<b>90</b> 131:22 <b>900</b> 117:2	<b>able</b> 40:3 62:15	accrues 213:11
8	<b>900</b> 117.2 <b>91</b> 131:22	104:14 142:15	accruing 211:25
			accurate 67:5
<b>8</b> 21:12 24:11 28:24 71:20	<b>91/92</b> 16:4,5,6	148:15 157:21	233:9 234:5
38:24 71:20		157:25 158:4	

## [accurately - advisement]

accurately 26.2	104.10 11	62.10 120.17	56.01 50.2 7
accurately 26:3	194:10,11	63:10 130:17	56:21 58:3,7
<b>ackbar</b> 46:16	197:21 217:7	146:19 147:22	59:23 61:11,14
acknowledge	223:15 226:15	158:12 180:15	66:7 68:21
157:15	226:16	201:14	70:25 72:18,21
acknowledging	acres 9:11 54:25	additionally	75:9 77:22 78:2
111:24 137:20	77:17 147:2	23:7	81:12 88:10,17
acknowledgm	186:25 187:3	address 24:3	91:6 92:4,8 96:5
177:16	196:18 197:7,9	37:21 39:6 40:9	98:20,22 107:2,4
acre 46:11 50:18	219:13,14 223:4	42:13 53:8	111:5,7 117:16
55:19 58:24	act 189:8 190:24	59:17 101:1	117:18 126:9,11
65:12 69:20	196:22 201:13	143:11 182:15	129:6 130:11,13
73:18,24 74:6,13	204:16,24 209:2	185:2 205:4	133:8 150:1,8
77:25 79:10,17	209:15 211:5,10	224:7 230:3	152:17 155:16
79:23 89:15,22	217:11 222:23	addressed	155:20 158:10
90:4,11 93:12	224:3 226:8,19	122:10 141:4	160:14,18 164:5
99:14 104:14	230:25 231:1	148:20 150:6	164:24 165:1
108:22 112:11	act's 209:12	194:23 195:4	167:23 171:19
118:13 119:21	acting 209:22	196:16 223:10	172:1 182:2,4
121:4,21 137:25	action 37:20	223:22	185:10,17
139:7 147:1	146:21 233:12	addresses 23:9,9	adopt 190:2
151:3 161:9	233:16 234:8,12	23:17,21 65:25	adopted 190:25
195:24 199:4,10	active 115:3	66:2 110:2	adopting 204:23
acreage 29:13	actor 170:25	224:6	advance 8:4
71:22 75:17,18	actual 61:4	adjacent 142:21	169:10
75:20 76:5,17	82:25 159:4	adjoining 143:2	advanced 12:12
77:6,12 94:19	164:1 169:7	<b>admin</b> 143:6	27:18
97:5,24 100:16	adam 11:11 99:3	administrative	advisement
100:24 101:10	<b>add</b> 66:20 67:25	146:1,10,17,22	49:10,24 52:5
101:15 102:25	86:10,11 87:22	149:11	53:25 56:22
103:4 104:8,15	199:8	administratively	58:4 59:24
104:20 114:15	added 22:11	138:15 139:17	61:12 66:8
115:8 117:23	32:13 141:14	144:10,16	68:19 71:1
149:18 161:24	184:1	145:14 150:7	72:20 75:11
162:17 165:20	adding 189:2	admission	77:23 81:14
166:9,13,18	addition 66:23	178:25	88:12 91:8 92:5
167:16 169:11	104:17 214:4	admitted 49:9	96:6 98:21
190:23 193:3,9	additional 1:16	49:23 50:1	107:3 110:14
193:15,20	4:12 22:20	53:24 54:1	111:6 113:21

Paul Baca Professional Court Reporters A Veritext Company Page 7 505.843.9241 www.veritext.com

[	I		
117:17 123:6	62:4,16 65:24	103:13,20,23	<b>air</b> 104:25
129:8 130:12	73:11 85:18,19	128:24 133:1	<b>al</b> 92:24 93:4
133:12 140:16	86:11,11 88:15	151:17 156:19	173:4
150:3 152:18	93:5 95:10,23	157:3,8 166:2	albuquerque
155:17 158:13	103:13 105:7,12	183:17	7:17
160:15 164:4,25	105:17 107:25	afternoon	allocated 193:2
167:24 171:21	109:8,12,18,19	155:25 175:21	196:10 230:17
179:2 182:3	112:22 113:1,7,8	176:12,17 187:1	allocates 206:6
185:11	116:16,18 120:5	<b>ago</b> 23:8,11	220:11
<b>afe</b> 48:15 51:12	120:9,11,12,18	25:21 46:23	allocating
95:5 120:6	121:24 122:3,6,8	174:2,5 178:5,14	219:10
151:25	122:12,18	180:5,17	allocation 205:1
<b>afes</b> 101:19,20	128:14 129:1	<b>agree</b> 42:9 43:3	209:4 210:6,25
109:9 112:23	132:18 133:3	141:14 146:18	211:18 213:18
122:1 138:19	138:18,23 139:1	219:23,24	214:6 218:25
139:22 156:24	139:2,21 140:1,3	226:21 228:13	allocations
163:3 167:2	149:5 151:25	agreed 148:17	193:20 196:9
177:18	152:1 156:25	agreeing 37:9	allotment 84:19
<b>affidavit</b> 13:6,7	157:1 161:18	agreement 39:1	<b>allow</b> 55:19
13:8,9,16,17,18	163:8,23 167:17	98:14 124:20	103:7 104:18,20
13:19 14:4,5,6	169:25 171:24	129:25 160:1	120:21 121:21
14:11,12,13,18	173:5 175:3,12	189:11,22	122:21 203:9
14:19,20 15:4,5	176:23 177:8,10	190:13 191:9	220:22
15:6,11,12,13,18	177:15,18,21	198:13 199:24	<b>allowed</b> 200:6
15:19,20 16:4,5	178:6 183:22	201:1,18,24	223:7,13
16:6,11,12,13,20	190:4 194:20	205:21 206:18	<b>allowing</b> 222:16
16:21,22,23,24	affidavits 59:7	208:3 212:10	222:18
17:4,5,6,11,12	65:17 133:6	215:18 217:5	<b>allows</b> 201:9
17:13,19,20,21	179:18	222:1 223:9,10	alternative
18:6,7,8,15,16	affiliate 47:16	agreements	41:11
18:17 19:5,6,7	affirm 110:6	36:22 206:14	<b>alto</b> 55:5,7,11,16
19:12,13,14,19	113:13 120:24	207:24,24	ambiguous
19:20,21 20:4,5	122:24 140:8	<b>agrees</b> 38:22	210:13,17
20:6,11,12,13	affirmed 46:18	<b>ahead</b> 73:11	amend 3:12
21:7,8,9 36:14	48:8,18 49:3	124:3,3 135:14	128:5 132:9
36:16 38:13	51:1,4,14,22	143:1 184:6	<b>amended</b> 143:10
39:3 49:5 51:24	93:22 95:11	212:13 229:10	143:16
54:19 59:16	100:7,12 102:16		

## [amendment - approval]

amendment	anyway 24:4	applicant 45:21	230:7,8,11,14,24
40:24 43:7	41:9 87:16	50:8 92:22 99:4	231:3,4,6,10
185:14	126:1 127:15	127:17 132:3	applications
<b>amm</b> 55:5,7,11	130:22	161:2 165:10	18:4,13 21:6
55:16	aol.com 8:9	206:24 208:13	31:5 32:12
amount 76:9	<b>apache</b> 7:12 8:4	208:23 209:9	33:21,25 82:25
190:15 213:16	8:12 25:11,13	228:23	83:11 128:12
227:21	26:11 54:11,13	application 1:10	132:16 140:9
amounts 39:7	54:17 56:13	1:14,19 2:1,6,12	144:17 153:13
40:6	187:12	2:17,22 3:1,6,11	165:16,25 177:7
anakin 50:23	apart 115:21	3:15,19 4:1,6,11	179:16,18
52:13	206:11	4:16,21 5:1,6,12	186:24
analogous	<b>apd</b> 116:5	13:5,15 16:19	<b>applied</b> 42:20,21
147:20	<b>apds</b> 128:18	29:16,19 42:13	145:10,14 210:1
analysis 202:19	132:22	56:8 64:1,9	228:1,2
<b>andres</b> 46:9,10	apologies 133:11	70:17 75:5 81:9	applies 43:1
50:15,16 63:15	apologize 83:5	81:25 82:13,14	201:18 219:24
65:11	112:4 125:10	83:9,12 85:23,25	apply 37:7
announcements	126:5 127:14	91:3 93:20	146:16 149:21
22:15	129:22 131:4	98:13 100:6	189:16 192:22
<b>annum</b> 200:17	146:3 212:21	110:7 113:14	193:8 229:2
200:21 204:7	<b>appeal</b> 146:5	120:24 122:24	applying 138:14
212:16 213:12	appearance	129:2 142:9	139:17
<b>answer</b> 114:23	54:11,13 73:5	143:11,16	appreciate 98:3
130:1 150:24	175:8,13 186:25	145:22 146:20	153:2 231:25
152:19 195:7	appearances	148:20 151:18	appreciated
antelope 101:8	24:25	153:2,16,19,20	44:21 136:19
anticipating	appeared 25:8	153:25 156:14	approach 147:14
29:19	109:16	156:23 161:17	147:19,24
antonio 9:24	appearing 99:4	161:18 164:17	204:23
anybody 27:22	107:14 137:1	168:12,14,19,23	appropriate
68:3 169:17	176:9 187:10	169:1,5,8,23	45:9 71:22
212:4	appears 84:21	170:10,19	135:23 173:10
anybody's 26:6	106:8 145:13,25	181:14,20	approval 4:2
anymore 226:12	197:18	190:15 191:10	5:13 94:13,24
anytime 29:19	appellate 31:9	192:24 195:17	101:2 103:6,9
144:21	96:12	199:22,23	110:7 113:14
		203:24 229:9,12	120:24 122:24

129.21.22	annuarin ata	anguna anta 192.1	160.1 170.10
128:21,22	approximate	arguments 183:4	169:1 170:10
132:23,24	104:13	187:25 189:20	183:22 190:4,14
138:15 139:18	approximately	189:24 193:17	190:16 191:10
140:9 146:7,17	59:5,6 80:19,20	<b>arisen</b> 198:10	198:21 199:17
146:19 148:24	99:14 104:24	<b>army</b> 47:9	207:25
149:11 150:4	108:8,9	arrangements	attachment
164:17 189:12	<b>april</b> 180:2	208:1 217:3,4	180:7
193:12,14	<b>area</b> 71:25 77:11	arriba 5:9	attachments
194:22 195:1	94:2 101:23	arrow 95:20	105:25
196:20 197:8,15	102:9 115:4	<b>aside</b> 203:5,6	attempting 62:7
198:7 203:3	137:12,13	<b>asked</b> 41:15	attended 190:11
205:18 206:25	152:15 157:14	149:19 180:1	attention 109:24
207:5 208:8	163:11 177:25	224:9,21	attests 128:15
211:16 215:12	193:8 195:21,24	<b>asking</b> 130:16	132:19
216:20 222:16	199:15,18,21	131:12 149:16	attorney 233:14
223:25 224:1,8	201:12 203:12	164:17 189:15	234:10
224:15 225:2	203:20 206:2,10	196:20 210:16	<b>audio</b> 128:1
226:25 228:2,3	206:19 207:10	221:12 223:24	233:8 234:3
approvals 230:1	207:15,16,20	223:25 226:18	august 95:2
<b>approve</b> 135:18	208:13,16,17,22	227:12	authority 210:15
147:24 193:10	208:24 209:9,14	assessment	<b>available</b> 110:17
196:3 201:23,24	209:20,21,23	215:5	113:24 123:9
219:9 224:4	210:3,9,19 211:4	assigned 59:20	140:19 198:2
225:9 226:13,18	211:8 214:15,16	assignment	<b>avenue</b> 10:6 11:5
228:4,16 229:3	215:14 217:2,17	207:25 217:5	<b>avoid</b> 71:23
230:14 231:4,5	217:18 220:14	<b>assume</b> 26:13	<b>await</b> 179:3
approved 142:3	221:18 223:9	116:1 131:6	awaiting 77:24
143:7,9,15	230:20	174:12	<b>aware</b> 146:8
149:10 189:11	<b>areas</b> 137:14	assumes 203:25	169:11 186:8
194:16,22	<b>argue</b> 189:3	assuming 66:15	b
201:21,22	191:5 193:6	130:21 171:22	
215:21 223:7,8	222:9 229:6	assumption	<b>b</b> 13:1,5,15 14:1
224:10,11 225:9	arguing 221:17	180:11	14:5,12,19 15:1
225:21 226:17	argument 38:5	attached 60:12	15:5,12,19 16:1
227:3,10	182:22 187:11	82:20 102:18	16:5,12,19 17:1
approving 99:13	191:5 192:14	103:12,23	17:5,12,20 18:1
145:19 197:6	193:24 221:4	105:12 108:11	18:5,14 19:1,6
	223:6	153:6 168:14	19:13,20 20:1,5

Page 10 505.843.9241 www.veritext.com

20:12 21:1 56:2	backwards	202:1,5 207:23	54:13 68:13
56:20 70:11,25	33:17	208:4,12 217:7,9	71:19 72:1,11
74:24 75:9 81:3	<b>bad</b> 159:7 230:8	217:25 222:16	76:4,12,20 82:5
81:12 90:22	<b>baited</b> 179:3	223:17	84:6,22 114:11
91:6 95:10,17	<b>baker</b> 152:7	bears 206:8	118:3 121:14
96:4 97:12,13	barrel 56:4	220:13	123:15 124:11
100:5 109:11,13	59:14 65:23	beatty 11:4	124:13,18,19
109:13,14,15	70:12 81:4	176:13	125:1 126:21
110:12 112:25	90:23	<b>becker</b> 157:4,4	129:17 133:25
113:2,2,4,5,19	<b>base</b> 58:23 80:7	beginning 166:1	141:13 142:2,6
120:8 122:2	80:19	191:19,25 192:1	142:20 143:5,6,8
123:4 128:12	<b>based</b> 37:25	192:10 232:5	143:18 145:3
132:17 138:22	42:14 47:24	<b>behalf</b> 7:2,12 8:2	146:20 148:22
138:24,24	72:8 87:8	8:12 9:2,9,19	150:12 154:23
139:25 140:2,2	131:18 140:25	10:2,10,18 11:2	160:16,23
140:14 153:25	141:18,22	11:10,17 12:2,12	172:11 174:14
163:8,19 164:5	144:11 145:3	24:18,23 25:13	176:3 184:18
167:4,7,13,23	158:20 159:2,4	29:4,8 32:24	186:14 228:11
180:7,7 227:21	189:20 193:2,14	36:6,9 44:12,14	believes 37:4
bachelor's 108:6	193:17,20,22	45:20 50:7 54:9	benjamin 9:21
<b>back</b> 32:5 43:6	194:9,11 196:18	54:17 58:12	61:25
57:3 68:4 88:4	197:11 202:17	61:21,25 63:4	bennett 7:14
135:8 136:16	202:19 218:4,4,6	65:5 69:6 73:3	25:12,13 32:23
158:7 160:2,9	218:7 219:11,15	78:16 89:3	32:24 34:6,8,23
178:12 180:2,8	220:11 222:16	92:21 93:2 99:4	35:4,7,12,19
183:4,10 194:1	223:8,15	106:25 107:14	54:16,16 150:14
196:25 198:9	<b>basic</b> 47:16	111:13 118:22	150:15,19 153:8
203:24 207:8,22	basically 138:3	127:17 132:2	153:17,24 155:5
208:6 212:4	<b>basing</b> 69:23	137:1 150:15	155:11,24,25
213:25,25	<b>battery</b> 104:23	155:25 161:2	156:5 158:19,19
217:19 219:4	<b>bear</b> 189:9 192:3	165:10 172:19	158:24 159:9,12
229:4	193:23 194:6,17	173:1 175:15,21	159:18,22 160:4
background	194:21 196:23	176:1,9 187:3,10	160:20 175:20
41:10 47:5,6,24	198:5 217:24	188:25	175:21
<b>backlog</b> 22:16	222:17 224:15	<b>believe</b> 24:20	<b>beryl</b> 119:12
<b>backside</b> 144:17	227:2	29:24 32:3,17	<b>best</b> 110:7
backtrack 28:25	bearing 191:6	40:10 44:17	113:14 120:25
	193:18 201:19	45:3 49:17	122:25 140:10

Page 11 505.843.9241 www.veritext.com

Paul Baca Professional Court Reporters A Veritext Company

170:25 233:9	<b>bone</b> 58:22,23	97:11 106:5	briefly 202:9
234:6	73:18,24 74:5,13	110:21 114:3	briefs 203:13
<b>better</b> 116:5	74:25 78:22	115:11 116:24	205:1
127:10,13	79:5,9,17,22	116:25 117:21	bring 141:15,17
146:10 228:9	80:7,7,14,17,19	122:7 123:13	142:16 147:13
<b>big</b> 35:2 197:18	81:4 93:13	129:14 130:17	182:24 212:3
217:2 229:5	95:21 108:25	131:5 133:17	brings 210:10
230:18,18	109:14,15	135:21 140:23	broad 210:17
<b>bill</b> 6:4 22:4	112:14 113:3,4	146:3 148:22	broadway 9:23
<b>bit</b> 28:25 33:23	119:23 123:16	149:13,17	<b>broker</b> 160:7,7
78:11 87:20	138:5 149:22	152:24 158:18	<b>bronco</b> 46:10
123:24 135:8	161:10 162:1	159:12 164:10	50:16
148:23 182:24	163:1,15,18,21	164:19 165:8	brought 23:7
190:17 216:15	166:24 177:4,25	168:5 179:3,12	219:22
231:19	<b>book</b> 191:14,18	181:7 182:11	<b>brown</b> 119:12
<b>bivins</b> 128:6,14	191:24 200:15	183:1 185:20	120:23 122:23
128:19,20	200:20 222:5	205:24 206:13	brown's 120:4
184:13	bootstrap 40:17	214:23 225:24	120:18 121:23
<b>black</b> 163:12	<b>bore</b> 152:10	226:14 229:19	122:18
<b>blind</b> 133:23	157:9	break 88:23	<b>bruce</b> 8:6 24:14
<b>blm</b> 100:15,20	<b>bottom</b> 55:9,13	92:13 182:9,21	24:17,17 25:16
100:24 101:2	70:2 86:25	breakdown	25:18 26:2,19,23
137:12,13,16	87:11 94:2	48:14 51:11	27:10,10 28:5,6
144:21 145:1	116:13 199:2	94:21 109:8	28:9,20,23 29:3
190:2,5,6,21	229:18	112:22 120:6	29:3,22,24 30:2
201:22 202:4,5	<b>box</b> 7:16 8:7	121:25 138:18	30:4 172:14,14
215:21 224:10	9:14 10:21	139:21 162:17	173:7,13,22,23
225:1,8,8,19	87:11 166:10	166:14,18	174:18 175:7,7
226:6,6,11,12	195:11	<b>breath</b> 179:3	176:23,25
230:1	brancard 6:4	<b>bridge</b> 101:8	179:13,15 180:4
<b>block</b> 217:2	22:4 38:16 48:7	<b>brief</b> 36:16 47:8	180:14,25 181:6
<b>blue</b> 166:10	49:16 52:11	128:17 132:21	181:15,21 182:6
208:16 222:4	57:9 60:6 66:11	198:22 199:17	building 9:5
<b>board</b> 196:25	67:15 68:14	204:13,15	<b>bullock</b> 103:21
198:9 214:1	71:6 75:16	208:19 209:10	103:22 104:3,7
<b>body</b> 204:20	76:23 81:19	212:7,8,18	105:2
208:20	91:13 92:20	215:14 222:25	<b>button</b> 198:17
	94:4 96:3,11,16		

[buttons - case]

buttons 215:1	115:19 117:18	capitulation	56:21,22 58:1,4
buy 222:6	120:5,12 121:24	87:1,8	58:10,14 59:24
bwenergylaw	122:12 123:4,7	car 222:6,6,8	60:8,15 61:9,10
11:7	126:11 128:14	<b>card</b> 96:1 164:1	61:11,18,23 62:3
c	132:18 139:2	178:12	62:7,11,12,15,21
	140:3,14,17	cards 109:22	63:1,7,9,12
<b>c</b> 7:1 8:1 9:1 10:1	150:8 152:6,20	134:2,2,11,17,23	64:11,20 65:3,7
11:1 12:1 13:6	155:20 157:3	178:7,16 183:15	65:9 66:7,13
13:16 14:6,13,20	158:14 160:18	183:21 184:9	68:3,10,18 69:3
15:6,13,20 16:6	163:23 164:5,6	<b>care</b> 220:16	69:9,18 70:5,25
16:13,20 17:6,13	165:1 167:17,23	carefully 87:5	71:1 72:17,19
17:21 18:6,15	168:1 172:1	220:8	73:10,16,22 74:4
19:7,14,21 20:6	198:23	<b>carrot</b> 206:20	74:11,19 75:9
20:13 22:1 47:1	<b>c102</b> 156:23	carrying 196:11	79:4,8,15,21
47:1 48:8,9,12	<b>c102s</b> 138:18	<b>cart</b> 231:19	80:2,22,25 81:12
48:13,13,13,14	139:21 151:18	<b>case</b> 1:10,14,19	81:20 82:8,10
48:15,20 51:5,5	151:20,22	2:1,6,12,17,22	83:12,16,22
51:9,10,10,10,11 51:12,16 56:6,9	161:21 166:7	3:1,6,11,15,19	84:22 86:6,20,22
56:20,23 58:7	177:9	4:1,6,11,16,21	86:25 88:13
59:16 60:1	<b>ca</b> 100:19,20,24	5:1,6,12 13:3,13	89:8,13,20 90:2
61:14 65:24	101:1	14:3,10,17 15:3	90:9 91:6 92:3
66:4 68:21 70:1	<b>cache</b> 74:2,9,16	15:10,17 16:3,10	92:17,18 93:5,8
70:15,25 71:2	<b>call</b> 39:10 77:3	16:17 17:3,10,17	94:16 96:23
70:13,23 71:2	84:19 93:16	18:3,12 19:3,11	98:19,20 99:2,4
75:12 78:2 81:7	97:19 107:9	19:18 20:3,10	99:10,13 100:1,6
81:12,15 82:12	111:10 155:22	21:3 24:11 27:6	100:23 106:6
83:10 88:17	175:18 187:10	28:16,20 29:1,11	107:1,2,17,21,24
91:1,6,9 92:8	189:25 198:25	30:9,11 31:11	107:25 108:3,18
93:25,25 95:23	199:5,12 201:17	36:14,15 39:2,15	108:21 109:11
96:4,7 98:22	205:17 210:5	42:15 43:1,14	110:13,13,22
100:7,25 101:5,5	215:2 216:9	44:1,7 45:12,17	111:4,5,5,11,16
100.7,25 101.5,5	220:18,23	45:23 46:6,8,17	111:19,21 112:6
101:11,18,24	<b>called</b> 1:6 160:8	49:9,21,22,23	112:10,25
102:10 109:0,13	<b>calls</b> 44:19	50:4,10,14,24	113:20,20
110:12,15 111:7	<b>canons</b> 192:21	51:6 52:4,14	117:15,16
112:22 113:3,4,8	capital 191:15	53:18,23,24 54:6	118:25 119:20
	200:9,15,19	54:14,18,22,23	120:4,9 121:3,3
113.17,44	213:10 222:5	55:22 56:12,12	121:23 122:3
113:19,22			

Paul Baca Professional Court Reporters A Veritext Company Page 13 505.843.9241 www.veritext.com

123:6,14,25	38:6,12 48:23	<b>catch</b> 22:16	characterized
123:0,14,23	51:18 72:25	168:17	42:19
124.24 125.3,11	75:10 77:21,23	<b>cause</b> 128:16	<b>charge</b> 41:7
128:4 129:7,24	78:13,19,22,23	132:19	188:23
131:6,23 132:8	79:2 81:13 88:9	<b>ceo</b> 48:10 51:6	· -
·			charged 219:8
133:9,18,22	88:11,23,25 89:5	<b>cer</b> 234:15	charging 102:8
134:13,19,22	89:8 90:17 91:7	<b>certain</b> 60:14	<b>charles</b> 163:9
135:8 137:17,24	91:16,16,25 92:4	198:15 199:5	167:5
138:22 139:6,25	96:22 118:17	certainly 40:2	<b>charlie</b> 177:22
145:8 150:13,17	119:2,9,13 123:5	72:2 116:3	<b>chart</b> 56:17
151:1 152:17,18	123:6,10 124:24	126:6 144:1	59:17 65:25
152:25 155:15	125:2 126:8,15	169:6 172:6	83:18
155:16,22 156:3	126:22 127:19	190:12	chase 151:13
156:5 158:10,11	127:20,23	certificate 149:4	156:19
158:12 160:12	128:13,16 129:4	149:5 233:1	<b>check</b> 33:3 57:6
160:14,23 161:4	129:16 130:9,10	234:1	78:7 88:6
161:17,25	130:12 131:22	certified 21:12	checkbook 215:6
164:22,23,24	132:5 133:6	56:18 59:17	<b>checklist</b> 13:4,14
165:21 167:21	136:3,8,10,15,22	65:25 105:14	16:18 23:2
169:20,22,23	136:23 137:4,6	133:20 178:7,10	46:18 50:25
171:20,21	140:15,15 145:6	178:23 179:22	57:14,18,22 58:5
172:11,12 173:5	149:21,25 150:2	certify 233:3	60:8,12,13,21
174:21 180:2	161:8 165:5,11	234:2	61:5,7,13 93:19
184:6,13,13	165:13,24,25	<b>cet</b> 234:15	100:3 153:5,22
185:11,15	166:4 168:6	<b>chance</b> 39:24	153:23 154:8,19
186:10,23,23	169:12 170:5	159:23 175:19	155:7,8,18
195:17 202:4	171:8,19 175:1,5	<b>change</b> 124:20	157:17,18
203:21 204:20	175:11 176:4,5	131:18 143:11	160:16 161:17
207:2,15 210:19	176:22 177:1,2	151:19 157:17	165:24 172:5
215:14 223:18	178:10,15	201:3	checklists 21:11
<b>cases</b> 22:10	181:25 182:2,2,8	changed 23:9	178:22 179:4
23:22 24:6 25:9	182:12,17,20,22	57:21 175:18	chevron 7:12
25:17 27:2,3,23	183:3,9,10,12,24	<b>changes</b> 142:5,8	8:12 187:12
28:13 30:24	185:8,10 187:19	153:3	<b>choice</b> 88:16
31:2,25 32:13,19	189:2 193:18	<b>chanly</b> 157:21	<b>choose</b> 202:11
33:1,5,11,15,18	194:9,10 211:11	160:5	<b>chosen</b> 159:1
34:4,10 35:9,13	215:10	characterization	208:13 209:25
35:22 36:2,12,20		42:8	
, , ,			

#### [christmas - commingling]

christmas 43:12	clearly 22:8	176:18 187:13	156:13,14
chronology	58:18 169:10	cog's 28:2 32:2	combination
48:15 51:12	224:20 228:11	<b>cole</b> 100:9,9	226:16
67:19 95:7	228:21 230:24	101:20	<b>combine</b> 100:23
109:10 110:4	<b>clicked</b> 205:13	<b>cole's</b> 101:2	106:19 107:16
120:7 122:1	<b>client</b> 26:19	102:4	combined 33:11
138:19 139:22	31:11 34:17	<b>colgate</b> 1:14,19	124:23 125:4,7
cimarex 12:3	42:18 75:22	9:9 10:3 14:10	125:12
93:3 94:25 95:2	159:15	15:17 16:3 36:3	combining 33:7
95:8,25 98:14	<b>client's</b> 160:11	36:6,20,25 37:9	201:8
172:20 175:13	clients 39:12	37:21 38:22	<b>come</b> 43:6 127:9
175:16	199:12 201:1	39:18 40:4,12,14	158:7 160:2
citation 8:13	202:9,13 203:19	42:1,18,20 43:4	177:14 180:18
187:13	213:6 214:3,5	43:5 58:10,12,20	183:4 203:1
<b>cite</b> 72:6 215:14	228:10	59:4,21 78:14,17	207:3 214:5
<b>cited</b> 203:14	<b>clock</b> 188:23	79:3,8,15 80:5	217:20 220:4,16
208:19 210:20	<b>close</b> 71:9 148:1	80:13,16 82:4,6	226:11 227:25
210:21	183:11	82:14 84:17	228:7,15
<b>claim</b> 38:1	<b>closely</b> 143:20	85:4 87:9 89:1,3	<b>comes</b> 68:4
155:18 192:23	closure 5:8	89:8,14,20 90:2	214:8 218:25
<b>claims</b> 37:17	<b>coast</b> 127:7	90:10 175:19,21	221:9
<b>clamp</b> 23:19	<b>cocd</b> 44:20	colgate's 37:15	command 127:6
clarification	<b>code</b> 46:10 50:17	42:15 43:6	commander
150:4 185:13	101:8 154:4	collective 177:1	127:7
<b>clarifies</b> 116:20	<b>coded</b> 86:17	collectively	commence 128:9
clarify 35:7	<b>cog</b> 1:10 8:3,17	177:3	132:13 212:19
125:21,23 126:6	9:9 10:10 24:25	<b>color</b> 86:17	comment 26:9
145:8 184:22	25:3 26:8 27:12	<b>column</b> 85:1	26:12
<b>clause</b> 200:22	27:16 29:15	<b>com</b> 59:2 69:24	comments 26:8
217:16	30:16,18 31:1,3	74:2,9,16 79:13	27:1 77:21
<b>clean</b> 153:4	31:17,24 32:5,7	79:20 80:1,10,12	181:25 185:9
182:20	32:11 33:3,5,6	89:18 90:1,7,15	231:21
<b>cleaner</b> 147:13	33:17,18 35:13	99:22 109:2,3	<b>commerce</b> 108:7
147:19	35:15 73:5,7,10	112:16,17 120:1	commercial
<b>clear</b> 190:10	77:6 83:19	121:11 128:6	110:4
192:17 193:12	84:11 87:6,10	132:10 138:7,8,9	commingling
210:19 227:14	172:23 173:1,4,7	138:10 139:13	100:15
	174:6,13 176:15	139:14 151:9	

Paul Baca Professional Court Reporters A Veritext Company

#### [commitment - conservation]

commitment	competitive	93:19 100:2	66:17 86:2
124:19	104:20	124:9 144:11	87:14 184:14
committed 66:16	complete 134:21	150:5 155:7	confirmation
66:25 67:6 98:5	135:5	157:16,18	32:3 130:5
98:9 124:12,17	completed 52:25	210:22	confirming
159:20,20	55:16 121:19	concern 76:15	95:24 163:24
communicated	completely	115:7 116:2	167:18 181:5
26:3 144:9	190:1 205:22	148:7,11	214:2
communication	222:3	concerned	<b>confirms</b> 101:20
56:1	<b>complex</b> 87:18	225:11,16	103:2,4
communications	87:20	concerns 96:10	conforms 208:13
26:3 70:9 74:23	compliance 24:2	122:11 126:8	confused 46:3
90:21 112:24	88:14 208:7	149:15 160:12	86:17,18 226:5
163:6 167:4	complicated	179:10 181:25	confusing 31:24
communitizati	23:1	226:10	98:11
36:22	complied 86:12	<b>concho</b> 8:17	confusion
companies 155:3	compounded	83:23 173:2	125:17 146:3
230:19	200:16,21	174:3	congratulations
<b>company</b> 2:7 3:2	212:15	conclude 206:1	35:23
3:7,12,16,20 8:2	<b>comprise</b> 101:12	concluded	conjunction
8:3,5 9:20 12:3	214:15	232:13	207:12
12:3 16:10	comprised 46:12	conclusion 145:2	connectivity
17:17 18:3,12	50:19 55:1	194:12 217:13	58:21
19:3 20:3,10	58:24 63:17	conditions 38:23	<b>conoco</b> 9:9 10:10
21:3 24:13 27:9	65:12 69:21	39:1 40:14 41:1	29:5,8,10,11,12
29:2,6 48:12	73:19,25 74:7,14	41:6	73:5,10
51:8 92:18 93:3	79:11,18,24 80:4	<b>conduct</b> 189:25	conocophillips
118:22 126:23	89:16,23 90:5,12	conducted 57:3	8:5,17 10:12
127:17 131:24	93:14 108:23	141:22	73:8 173:2
132:3 137:2	112:12 138:1	conference	174:3 187:14
160:24 165:6	139:8	25:23 26:17	conocophillips
166:3 172:13,19	compulsory 1:11	45:2,5,12 173:10	10:15
172:20 175:6,8	1:20 2:3,8,13,19	173:15,18 174:9	consenting
175:16,24	2:23 3:3,8,16,20	conferences 24:7	202:25
competing 29:11	4:7,13,18,22 5:2	configuration	conservation 1:3
31:2,4,5 33:18	13:4,14 16:18	100:14 147:8	1:6 7:6 22:3
33:20,25 173:8	46:18 50:25	<b>confirm</b> 32:2,7	44:14 110:8
173:19	52:22 85:24	41:15 57:2	113:15 120:25

#### [conservation - correlative]

122:25 140:10	112:24 120:7	continuing 44:7	118:2,4 119:3,4
<b>consider</b> 207:22	122:1 138:19	62:12 166:16	124:18 125:8
considerable	139:23 151:24	<b>contracted</b> 47:23	127:20,21
67:24	157:24 177:16	contractual	129:16,17 131:9
considered	<b>contain</b> 55:22	207:24 208:1	141:1,2,4,20
200:23 208:7	74:20 90:17	217:3,4	142:23 144:22
229:12	152:9	<b>contrary</b> 192:23	145:12 146:2
considering 1:8	contained 97:7	<b>contrast</b> 204:25	147:3,5 148:21
consistent	contains 70:5	convenience	148:22 158:22
101:21 102:8	80:23 152:6	153:10	158:24,25
103:5 169:21	157:3 162:2	conversation	160:20 164:19
189:23 208:17	177:16,22 178:2	145:1	168:24 169:3,16
208:25 209:1	178:6 179:21	<b>copy</b> 82:13 100:2	170:1,5,13,15,19
224:19,21	contention	100:5,25 101:5	170:19 172:5
consistently	211:14	100:3,25 101:5	176:22 180:1,13
207:9 208:15	contents 99:25	102:10,13,17	180:15,21,24
209:7	contested 28:2	105:17 128:13	182:17,18
consolidated	29:17 31:19	132:17 133:25	183:10,14 184:2
73:16 79:4 89:8	32:7 34:10	177:17	184:12 185:19
94:22 165:11,16	43:11,14 44:2	<b>core</b> 157:12	185:20 186:6
166:4	175:1	corner 94:3	191:8 195:18,19
<b>construct</b> 103:17	<b>context</b> 198:22	corona 177:2	195:22 196:6,7
construction	207:17 208:5	corporation 7:12	197:11 204:2,11
192:21	210:12	8:4,12,13 25:11	214:6 222:9
consultant 47:15	continuance	25:14 54:11	225:12
<b>cont'd</b> 8:1 9:1	62:6,22 120:21	176:10 187:12	corrected 53:14
10:1 11:1 12:1	122:20 126:17	187:13	58:5 151:18,20
14:1 15:1 16:1	174:19	correct 23:21	correcting 95:3
17:1 18:1 19:1	continuances	24:3,21 25:11	corrections
20:1 21:1	35:8,14	26:15 29:20,23	22:20 179:4
<b>contact</b> 110:5	continue 25:22	41:17 52:18	correctly 97:1
157:21 158:4	40:12 62:11	53:1,8 57:4,5,17	169:6 181:16
159:16,16	83:6 124:3	62:9,22,23 67:9	227:4
contacted 110:2	170:4 183:20	68:12 71:8,8	correlative
contacts 48:16	continued 56:14	81:20,22 97:2	103:11 105:6
51:12 67:19	62:21 119:2	106:11,15,22	110:8 113:15
95:8 101:24	126:16 171:21	114:11 115:16	121:1 123:1
109:10 110:4	174:8	115:17 117:6	140:11 147:22

#### Paul Baca Professional Court Reporters A Veritext Company

Page 17 505.843.9241 www.veritext.com

209:13,18,22	19:22 20:7,14	<b>covers</b> 107:25	<b>curious</b> 116:4
209.13,10,22	21:13 233:10,13	111:19	215:3
corresponds	234:7,10	<b>cp</b> 29:19 144:7,8	current 83:3
95:18	<b>county</b> 1:12,17	created 203:7,17	152:4 191:14
<b>cost</b> 104:18,21	1:21 2:4,9,14,20	creates 201:6	200:15 217:24
189:10,15 191:7	2:24 3:4,9,13,17	214:16 229:2	currently 47:12
192:20 193:14	3:21 4:3,8,14,19	creating 200:1	47:20 52:23
192:20 193:14	4:24 5:4,9,15	creation 55:19	217:6
200:25 201:19	46:14 50:21	credentials 48:3	<b>curry</b> 108:3,5
200.23 201.19	55:3 59:1 63:19	51:3 103:25	110:6
201.24,25 202.5	64:5 65:14	108:19 111:23	curry's 109:7,25
204.1 207.25 208:4,12 213:9	69:22 79:7	112:8 119:14,18	112:1
213:11,20 217:7	89:11 93:15	112.8 119.14,18	cutting 33:23
217:8,25 218:4,5	99:17 105:19	157:19,22	<b>cutting</b> 55:25 <b>cv</b> 80:12
217:8,25 218:4,5 218:8,24 222:16	108:1 111:20	151:15 150:21	
218:8,24 222:16	119:11 137:10	<b>crockett</b> 2:1	d
222.18 223.17 224:16 227:3	156:10 161:14	12:12 13:3,13	<b>d</b> 13:7,17 16:21
costs 37:5	177:4		18:7,16 22:1
		45:17,21 46:1,8	47:2 48:18,19,20
101:21 102:5,7	<b>couple</b> 25:21	46:15 47:15,23	48:20,20,21
104:9 192:4,4,15	40:22 114:4	48:11 50:4,8,14	51:14,15,15,16
193:1 194:6,18	169:4 198:4	50:22 51:8	51:16,17 102:15
194:21 196:9,23	201:14 203:22	crosby 95:11	102:19 103:17
200:4,7,10,20	210:25 229:20	163:9 167:5	128:24 133:1
204:8,9,10 208:2	<b>coupled</b> 203:16	177:22	183:17
219:7,9,10	<b>course</b> 177:9,15	<b>cross</b> 48:21,21	dageon 59:8,12
221:15 222:9	177:18 179:16	51:16,17 56:4	<b>dana</b> 6:9 9:12
229:16	188:21 189:17	59:13,14 65:23	27:15 29:7
<b>coterra</b> 9:19	191:19 224:1	70:13 75:1 81:5	30:17 33:4 36:5
12:3 92:24 93:2	court 22:7 78:7	90:24 95:17	58:11 61:20
93:4 94:25	186:20	103:15,15,17	65:4 187:2
172:17,19	<b>courts</b> 39:8	109:16 113:5	216:24 233:2
175:16	<b>cover</b> 83:10	152:11,12	darin 12:5,9
<b>cotton</b> 122:9	119:9 137:7	157:10,11	44:10 92:25
<b>counsel</b> 13:10,20	177:3	163:16,19,20	107:13 111:12
14:7,14,21 15:7	covered 121:14	167:14 178:2	118:21 136:25
15:14,21 16:7,14	<b>covering</b> 119:22	<b>cured</b> 120:22	175:14
16:25 17:7,14,22	121:5	122:22	
18:9,18 19:8,15			

[dark - determines]

damly 196.16	doomo 7.14	<b>J</b> ooman 117.2	<b>d</b> agar <b>ih</b> a (0.10
dark 186:16	<b>deana</b> 7:14	deeper 117:3	describe 60:19
darn 212:3	25:13 32:24	<b>default</b> 154:21	<b>described</b> 63:25
<b>darren</b> 172:19	54:16 150:15	<b>defect</b> 120:21	109:17 110:3,5
data 202:11	155:25 175:21	122:21	113:6 120:11,17
database 110:5	deana.bennett	defining 141:8	122:5,17 138:25
date 6:2 25:22	7:18	definitely 130:6	describing
25:24 28:3	<b>debate</b> 154:10	153:8,9 155:11	112:24 152:14
29:17,22 30:2	december 26:17	definitions	description 13:2
31:13 32:8	31:5 34:1 42:3	154:25	13:12 14:2,9,16
41:21 43:12	43:9,13,22 44:2	<b>degree</b> 47:18	15:2,9,16 16:2,9
57:7,15 158:8	45:8,13 173:18	108:6	16:16 17:2,9,16
191:16 200:17	173:21,22	degrees 47:9	18:2,11 19:2,10
212:16,17	decided 72:8	159:5	19:17 20:2,9
213:12,13	114:24	delaware 8:15	21:2 60:14,20
<b>dates</b> 32:9 34:17	<b>decides</b> 228:22	175:24 176:2	61:4 95:4 97:25
david 59:8	deciding 38:11	177:13 178:11	161:20 170:20
128:15 132:18	decision 44:22	<b>delay</b> 221:9	180:10
<b>day</b> 107:7	196:21 219:25	<b>delayed</b> 217:19	descriptions
171:14 181:22	decisions 194:7	delivered 139:5	168:9
204:3 213:10,10	223:6	140:7	designated 63:20
228:25 232:11	declaration	<b>deluxe</b> 71:11	100:21 119:24
daylight 186:15	151:13,18 152:7	demonstrate	121:7
186:15	156:19,22 157:4	47:4	<b>desire</b> 146:21
days 25:21	157:8	demonstrates	<b>detail</b> 67:22
173:12	dedicate 46:15	47:6	162:4 190:17
<b>de</b> 10:13	50:22 65:14	demonstrating	202:10 231:7
deadline 22:24	74:2,8,15 79:12	164:1	detailed 68:7
57:20 68:25	79:19,25 80:9	<b>denied</b> 220:20	<b>details</b> 61:2,3
<b>deal</b> 46:4 191:23	89:18,25 90:7,14	<b>depart</b> 209:11	142:1 216:2,3
192:6 201:2	dedicated 55:4	department 1:2	determine
223:23	59:1 69:23	7:3,6	188:23 209:5
dealing 95:8	80:13 99:21	depending	220:9,10
165:21	101:7 103:1	188:20	determined
<b>deals</b> 196:9	109:1 112:15	deposition 233:1	38:14 206:8
<b>dealt</b> 206:14	115:14 119:25	<b>depth</b> 52:17 59:3	219:7 220:13
<b>dean</b> 6:5 22:6	121:9 138:6	60:16,19,21 61:4	223:18
23:11 187:21	139:12 151:8	81:21 101:9	determines
	156:12 166:5	117:1	224:13 227:19

## [determining - docket]

determining	diamond 83:20	discover 22:22	102:13,18
208:7	diane 234:2,15	discrepancy	103:23 107:24
develop 29:13	dictated 190:7	124:15 129:20	108:4,19 111:23
71:22 76:3	difference 125:1	129:21 136:4	112:7 119:13,17
114:25 190:18	130:21 142:24	discretion 31:14	128:5 129:8
190:23 191:21	147:21 184:14	76:24	130:25 132:9
230:20	differences	<b>discuss</b> 210:21	133:12 137:18
developed	107:19	230:20	137:22 144:7,9
115:25 193:1	different 26:14	discussed 194:7	146:8 147:23
217:8	42:15 102:3	discusses 122:9	148:17 151:2,15
developing	116:21 141:18	discussing	152:9,19 156:6
76:12	163:14 171:3	157:13,19	156:20 157:6
development	179:19 180:22	discussion 174:5	189:16 192:22
37:16 76:3	193:2 205:22	204:21 231:16	196:2 197:2,5
109:17 113:6	206:10 219:12	discussions	198:24 201:9
114:18 116:2	difficulty 141:7	159:23	203:9 204:23
120:11 122:5	digital 233:8	dismayed 232:3	205:23 206:23
138:25 191:1	234:3	<b>dismiss</b> 64:11,19	207:18,21 209:2
193:5 208:3	<b>digits</b> 84:20	64:22	209:3,18 211:13
develops 208:4	dimensions	dismissal 23:6	219:5,5,9 220:8
<b>device</b> 206:23	115:23	64:19	221:13 223:6,10
<b>devon</b> 2:6 12:3	<b>dingo</b> 79:13,20	dismissing	223:21 224:1,6
17:17 19:3	80:1,9 89:18,25	169:22	224:13 226:18
83:20 118:17,22	90:7,14	displeasure	226:23 227:19
119:20 120:20	<b>direct</b> 109:24	173:25	227:25 228:1,4,7
121:4 122:10,20	122:7 154:3	<b>dispute</b> 225:17	228:18,19,21
136:23 137:1,5	direction 31:10	disregard 112:3	229:2,11 230:2
137:24 138:13	directly 131:1	<b>distance</b> 116:20	<b>division's</b> 108:12
138:14 139:6,17	166:12 186:5	distinction	134:4,17 189:13
144:24 147:8	<b>disagree</b> 42:6,18	173:17	192:18 209:12
dhardy 9:16	215:8 220:7	division 1:3,7	218:21,25 223:5
diagonal 97:19	222:21	7:6 22:3 44:15	227:18,23
diagram 56:4	disappeared	46:22,24 48:4	docket 22:3,12
59:15 65:23	195:10	49:10 52:5	31:6,18,21 32:6
70:13	<b>disclose</b> 202:21	55:22 63:11	33:1 34:2 62:14
diagrams 81:4	disclosing	70:5 74:19	93:21 126:16
90:23	202:10	80:22 90:17	135:21 136:17
		100:10,22	169:16 170:6,8

Page 20 505.843.9241 www.veritext.com

171 11 11	177.05	72 20 25 74 1 1	
171:11,11	177:25	73:20,25 74:1,1	eddy 1:21 2:24
174:13 189:3	drilling 48:25	74:7,8 75:19	3:8,21 4:8,23
document	51:20 101:22	77:15 97:15,15	55:3 59:1 64:5
184:23	102:6 103:3	97:23 103:20,24	69:22 79:7
documentation	104:19 110:10	104:12,12,12	89:11 93:15
37:20 110:24	113:17 121:2	110:3 119:22	108:1 111:20
documenting	123:2 128:9	121:20 129:2,10	156:9 161:14
185:22	132:13 140:12	130:13,25 131:1	177:4
documents	147:10 178:3	131:15 133:4,13	educational 47:5
23:23 195:15	<b>drive</b> 7:7 9:5	135:3 136:9	47:7,25
205:25	11:20	137:15 141:4	<b>effort</b> 161:8
<b>dog</b> 186:16	<b>dry</b> 10:11,15	144:1,2,3,24	210:25
doggedness	25:2,3 26:9 73:6	148:13 185:17	<b>efforts</b> 67:22,24
160:11	73:7,10,12 77:3	186:5 219:5	102:1 110:24
<b>doing</b> 39:17 43:4	77:4,7,10 176:17	<b>earlier</b> 57:20	egl 10:18 30:19
78:8,9 127:19	176:18	169:20 184:23	30:22 31:7
128:2 142:7,20	<b>due</b> 38:5 59:3	earliest 174:15	<b>eight</b> 47:13
144:8 147:11	137:11 214:6	earnest 10:19	120:16 122:15
198:18 224:17	231:13	30:21	178:4
226:9	<b>dugan</b> 83:20	earth 29:16	<b>either</b> 49:18
<b>don</b> 11:5	<b>duly</b> 233:5	earthstone 2:12	86:10 110:3
<b>double</b> 57:6	dualization	8:3,16 24:20,23	142:7 145:17
	duplication	0.5,10 27.20,25	142.7 143.17
downloaded	162:11	25:19	158:25 168:6
	162:11		
downloaded	162:11 e	25:19	158:25 168:6
<b>downloaded</b> 123:17	162:11 e e 7:1,1 8:1,1 9:1	25:19 easily 194:3	158:25 168:6 173:11 210:12
<b>downloaded</b> 123:17 <b>doyle</b> 9:2 36:9	162:11 e e 7:1,1 8:1,1 9:1 9:1,3 10:1,1	25:19 easily 194:3 east 46:14 50:21	158:25 168:6 173:11 210:12 229:3
<b>downloaded</b> 123:17 <b>doyle</b> 9:2 36:9 36:22 39:15	162:11 e e 7:1,1 8:1,1 9:1 9:1,3 10:1,1 11:1,1 12:1,1	25:19 easily 194:3 east 46:14 50:21 55:3 59:1 63:19	158:25 168:6 173:11 210:12 229:3 elaborate 61:1
downloaded 123:17 doyle 9:2 36:9 36:22 39:15 draft 23:5	162:11 e e 7:1,1 8:1,1 9:1 9:1,3 10:1,1 11:1,1 12:1,1 13:1,8,18 14:1	25:19 easily 194:3 east 46:14 50:21 55:3 59:1 63:19 64:4,4,5 65:14	158:25 168:6 173:11 210:12 229:3 elaborate 61:1 elect 200:3 204:6
downloaded 123:17 doyle 9:2 36:9 36:22 39:15 draft 23:5 drafted 227:7	162:11         e         e       7:1,1 8:1,1 9:1         9:1,3 10:1,1         11:1,1 12:1,1         13:1,8,18 14:1         15:1 16:1,22	25:19 easily 194:3 east 46:14 50:21 55:3 59:1 63:19 64:4,4,5 65:14 69:22 73:21	158:25 168:6 173:11 210:12 229:3 elaborate 61:1 elect 200:3 204:6 election 213:14
downloaded 123:17 doyle 9:2 36:9 36:22 39:15 draft 23:5 drafted 227:7 drafting 22:21	162:11         e         e       7:1,1 8:1,1 9:1         9:1,3 10:1,1         11:1,1 12:1,1         13:1,8,18 14:1         15:1 16:1,22         17:1 18:1,8,17	25:19 easily 194:3 east 46:14 50:21 55:3 59:1 63:19 64:4,4,5 65:14 69:22 73:21 79:7 89:11,17,25	158:25 168:6 173:11 210:12 229:3 elaborate 61:1 elect 200:3 204:6 election 213:14 213:15
downloaded 123:17 doyle 9:2 36:9 36:22 39:15 draft 23:5 drafted 227:7 drafting 22:21 draw 122:9	162:11         e         e       7:1,1 8:1,1 9:1         9:1,3 10:1,1         11:1,1 12:1,1         13:1,8,18 14:1         15:1 16:1,22         17:1 18:1,8,17         19:1 20:1 21:1	25:19 easily 194:3 east 46:14 50:21 55:3 59:1 63:19 64:4,4,5 65:14 69:22 73:21 79:7 89:11,17,25 90:6,14 93:15	158:25 168:6 173:11 210:12 229:3 elaborate 61:1 elect 200:3 204:6 election 213:14 213:15 elements 100:4
downloaded 123:17 doyle 9:2 36:9 36:22 39:15 draft 23:5 drafted 227:7 drafting 22:21 draw 122:9 drawing 196:25	162:11         e         e       7:1,1 8:1,1 9:1         9:1,3 10:1,1         11:1,1 12:1,1         13:1,8,18 14:1         15:1 16:1,22         17:1 18:1,8,17         19:1 20:1 21:1         22:1,1 23:8 24:4	25:19 easily 194:3 east 46:14 50:21 55:3 59:1 63:19 64:4,4,5 65:14 69:22 73:21 79:7 89:11,17,25 90:6,14 93:15 99:17 108:1	158:25 168:6 173:11 210:12 229:3 elaborate 61:1 elect 200:3 204:6 election 213:14 213:15 elements 100:4 eliciting 206:18
downloaded 123:17 doyle 9:2 36:9 36:22 39:15 draft 23:5 drafted 227:7 drafting 22:21 draw 122:9 drawing 196:25 198:9 214:1	162:11         e         e       7:1,1 8:1,1 9:1         9:1,3 10:1,1         11:1,1 12:1,1         13:1,8,18 14:1         15:1 16:1,22         17:1 18:1,8,17         19:1 20:1 21:1         22:1,1 23:8 24:4         25:20 32:12	25:19 easily 194:3 east 46:14 50:21 55:3 59:1 63:19 64:4,4,5 65:14 69:22 73:21 79:7 89:11,17,25 90:6,14 93:15 99:17 108:1 109:5 111:20	158:25 168:6 173:11 210:12 229:3 elaborate 61:1 elect 200:3 204:6 election 213:14 213:15 elements 100:4 eliciting 206:18 else's 228:8
downloaded 123:17 doyle 9:2 36:9 36:22 39:15 draft 23:5 drafted 227:7 drafting 22:21 draw 122:9 drawing 196:25 198:9 214:1 drill 104:10,14	i       i         e       i         e       7:1,1 8:1,1 9:1         9:1,3 10:1,1       11:1,1 12:1,1         11:1,1 12:1,1       13:1,8,18 14:1         15:1 16:1,22       17:1 18:1,8,17         19:1 20:1 21:1       22:1,1 23:8 24:4         25:20 32:12       35:18 44:19	25:19 easily 194:3 east 46:14 50:21 55:3 59:1 63:19 64:4,4,5 65:14 69:22 73:21 79:7 89:11,17,25 90:6,14 93:15 99:17 108:1 109:5 111:20 112:19 119:11	158:25 168:6 173:11 210:12 229:3 elaborate 61:1 elect 200:3 204:6 election 213:14 213:15 elements 100:4 eliciting 206:18 else's 228:8 emissions 104:9
downloaded 123:17 doyle 9:2 36:9 36:22 39:15 draft 23:5 drafted 227:7 drafting 22:21 draw 122:9 drawing 196:25 198:9 214:1 drill 104:10,14 128:22 132:24	162:11         e         e       7:1,1 8:1,1 9:1         9:1,3 10:1,1         11:1,1 12:1,1         13:1,8,18 14:1         15:1 16:1,22         17:1 18:1,8,17         19:1 20:1 21:1         22:1,1 23:8 24:4         25:20 32:12         35:18 44:19         49:2 51:21	25:19 easily 194:3 east 46:14 50:21 55:3 59:1 63:19 64:4,4,5 65:14 69:22 73:21 79:7 89:11,17,25 90:6,14 93:15 99:17 108:1 109:5 111:20 112:19 119:11 137:9 151:6,7	158:25 168:6 173:11 210:12 229:3 elaborate 61:1 elect 200:3 204:6 election 213:14 213:15 elements 100:4 eliciting 206:18 else's 228:8 emissions 104:9 104:25
downloaded 123:17 doyle 9:2 36:9 36:22 39:15 draft 23:5 drafted 227:7 drafting 22:21 draw 122:9 drawing 196:25 198:9 214:1 drill 104:10,14 128:22 132:24 drilled 40:1	162:11         e         e       7:1,1 8:1,1 9:1         9:1,3 10:1,1         11:1,1 12:1,1         13:1,8,18 14:1         15:1 16:1,22         17:1 18:1,8,17         19:1 20:1 21:1         22:1,1 23:8 24:4         25:20 32:12         35:18 44:19         49:2 51:21         53:14 55:9,10	25:19 easily 194:3 east 46:14 50:21 55:3 59:1 63:19 64:4,4,5 65:14 69:22 73:21 79:7 89:11,17,25 90:6,14 93:15 99:17 108:1 109:5 111:20 112:19 119:11 137:9 151:6,7 156:9 161:14	158:25 168:6 173:11 210:12 229:3 elaborate 61:1 elect 200:3 204:6 election 213:14 213:15 elements 100:4 eliciting 206:18 else's 228:8 emissions 104:9 104:25 emnrd.nm.gov.
downloaded 123:17 doyle 9:2 36:9 36:22 39:15 draft 23:5 drafted 227:7 drafting 22:21 draw 122:9 drawing 196:25 198:9 214:1 drill 104:10,14 128:22 132:24 drilled 40:1 52:17,19,24 55:8	162:11         e         e       7:1,1 8:1,1 9:1         9:1,3 10:1,1         11:1,1 12:1,1         13:1,8,18 14:1         15:1 16:1,22         17:1 18:1,8,17         19:1 20:1 21:1         22:1,1 23:8 24:4         25:20 32:12         35:18 44:19         49:2 51:21	25:19 easily 194:3 east 46:14 50:21 55:3 59:1 63:19 64:4,4,5 65:14 69:22 73:21 79:7 89:11,17,25 90:6,14 93:15 99:17 108:1 109:5 111:20 112:19 119:11 137:9 151:6,7 156:9 161:14 165:19 177:4	158:25 168:6 173:11 210:12 229:3 elaborate 61:1 elect 200:3 204:6 election 213:14 213:15 elements 100:4 eliciting 206:18 else's 228:8 emissions 104:9 104:25 emnrd.nm.gov. 23:24

## [employed - examiner]

employed	engineering	168:10,13,24	everybody's
233:11,14 234:8	104:1,4	169:2	35:1
234:11	enhanced 5:13	<b>error</b> 91:15	everyone's 181:8
employee 233:13	190:18	<b>es</b> 233:4	evidence 50:2
234:10	<b>ensure</b> 35:14	esquire 7:4,14	54:2 58:8 61:15
<b>enable</b> 100:24	147:22 209:18	8:6,19 9:3,12,21	68:22 72:22
encourage	ensures 208:6	10:4,11,19 11:3	78:3 88:18 92:9
190:25 223:1	entered 63:12	11:11,18 12:5,14	96:5 98:23
encouraging	entering 175:8	<b>essence</b> 193:6	107:5 111:8
206:18	<b>entire</b> 64:1 103:5	essentially 72:7	117:19 126:12
<b>ended</b> 92:16	195:1 199:3	77:15 85:23	130:14 150:9
169:21	200:5 207:15	141:9 142:24	155:21 160:19
<b>energy</b> 1:2 2:6	210:18 215:13	161:12 180:20	164:5 165:2
2:18 4:6,11 7:2	224:1 230:11	212:23	167:23 172:2
7:5,13 8:4,14	entirely 97:7	establishes	182:5 185:18
9:10,10,11,19,22	189:22 218:25	37:19 191:1	evidentiary
10:2,2 12:3,3,4	<b>entities</b> 47:16	establishing	194:23
12:12 14:3,17	<b>entitled</b> 40:2,17	108:22 112:11	evidently 42:2
15:3 17:17 19:3	42:16	119:21 121:4	<b>exact</b> 87:3
27:18 32:22,25	entries 24:25	137:25 139:7	141:25
34:9 47:13,17	175:13 186:25	<b>et</b> 92:24 93:4	exactly 76:13
54:6,9 61:18,21	<b>entry</b> 27:18	173:4	85:13 115:9
63:2,5 65:3,5	30:16 54:11	etcetera 41:7	127:8 184:22
69:3,6 92:24	73:5 92:24	42:24	207:2 208:13
93:2,3 108:7	172:17,22,23	evaluate 136:1	212:12 223:3
118:17,22	<b>eog</b> 11:2 176:10	evaluation	226:22 227:8
136:23 137:1	176:14	143:23	228:5 231:2,3,4
172:17,19,20	<b>episode</b> 92:17	<b>evd</b> 13:2,12 14:2	231:8
175:13,16,16	equal 67:1	14:9,16 15:2,9	examination
187:3,15	equally 158:21	15:16 16:2,9,16	205:19,24,25
engineer 16:22	159:6,7,8	17:2,9,16 18:2	206:10
45:25 46:1,3,4	equipment	18:11 19:2,10,17	examine 206:23
46:19,21,25 47:9	191:22	20:2,9 21:2	examined 209:7
47:16 48:1 51:1	equitable 192:8	evening 62:6	<b>examiner</b> 6:4,5,6
52:15 103:21	206:4 220:10	everybody 126:2	22:2,5,5 23:14
engineer's 48:8	equivalent 59:5	143:1 227:20	24:14,16,19,22
48:12 51:4,10	80:18 161:12	228:15 232:6	24:24 25:3,5,7
	165:18 167:8		25:10,13,15,18

Page 22 505.843.9241 www.veritext.com

## [examiner - excluding]

25:2	25 26:4,10,16	68:17,24 69:2,8	134:10,14,25	186:22 187:2,5,8
26:2	20,21,25 27:1	69:14,17 71:4	135:7,11,15,22	187:16,21,22
27:	10,12,15,17	72:16,24 73:4,7	136:14,19,20,25	188:4,5,10,14,22
27:2	20,21,25 28:4	73:9,13 75:14	136:25 137:3	189:1 195:9,16
28:	7,11,18,22	77:2,5,8,13,19	140:21 145:7,10	195:20,23 196:1
29:3	3,5,7,9,12,18	77:20 78:6,10,15	145:13,24	196:5,8,14 197:5
29:2	21,25 30:3,5	78:18,25 79:1	146:12,15,23	197:16,24
30:8	8,15,17,19,21	81:17 85:7,11,12	147:4,25 148:4,8	198:11,16,20
30:2	23 31:3,7,8	85:16 86:4,9,15	148:18 149:3,8	205:3,5,8 211:20
31:	15,22 32:1,4	86:16,21 87:16	149:14,20,24	214:20,24 216:1
32:	15,24 33:2,4	87:25 88:3,7,8	150:11,16	216:11,14 218:2
33:0	6,9,22 34:3,6	88:20 89:4	152:22 153:1,12	218:13,16,18
34:	15,19,20 35:1	91:11,17,20,22	153:21 154:6,24	219:3 220:21,25
35:	5,11,16,21	91:23 92:10,11	155:2,9,13 156:2	221:8,11 224:24
36:	5,7,8,10,19	92:16,23 93:4,7	158:16 159:14	225:25 226:4,20
38:	15,18 39:5	96:9,14,19 97:6	159:19 160:3,10	227:5,9,13
40:2	21 41:19,20	97:13 98:2,8,16	160:22 161:1,3,7	229:21 230:5
42:	5,17 43:17,19	99:1,3,6,9,12	164:8,14,21	231:18,23,25
43:2	20,23,25 44:4	101:14 102:22	165:4,12 168:3,7	232:3,8,11
44:0	6,10,10,13	104:2,5 105:2,23	168:12,18,22,25	examines 207:18
45:	1,7,11,15,19	106:3,7,15,18,23	169:4,13,19	<b>example</b> 53:4,6,7
45:2	22 46:1,2,8	107:6,8,12,12,15	170:3,9,12,21	53:9,17 133:20
48:	5 49:13,17,20	107:20 108:15	171:4,6,12,13,18	207:21
50:0	6,9,13 52:8	110:19,23 111:2	172:4,7,10,14,16	examples 53:18
52:	12,24 53:2,16	111:10,15 114:1	172:18,21,24	excellent 49:19
53:2	20,21 54:4,5	115:12,16,18	173:3,14,21,23	117:13 186:22
54:	10,12,15,20	116:4,8 117:4,8	174:11,16,18,20	<b>excerpt</b> 152:13
56:2	25 57:11,19	117:12,25 118:7	174:24 175:7,9	157:12
57:2	24,25 58:11	118:12,16,20,20	175:17,23 176:3	exchange 25:21
58:	13,17 60:3,7	118:24 119:5,8	176:6,10,13,15	<b>excited</b> 189:3
60:	10,18,23 61:8	123:11 125:19	176:18,20,25	exciting 34:21
61:	17,20,22,24	125:25 126:7,19	179:8 181:8,12	<b>exclude</b> 142:19
	2,9,13,17,20	126:20 127:1,4,8	181:17,23 182:7	194:1 207:4
62:2	24 63:4,6,21	127:12,18	182:14,19 183:2	excluded 114:21
63:2	24 64:3,8,14	129:12 130:8,18	183:8,25 184:8	114:23 137:11
64:	17,21,25 65:2	130:23 131:2,8	184:17,21 185:6	142:18
65:4	4,6 66:9	131:12,17,21	185:7,21 186:2,3	excluding 137:8
67:	17 68:3,9,15	132:1,4,8 133:15	186:7,12,13,19	138:3 141:10,19

Paul Baca Professional Court Reporters A Veritext Company Page 23 505.843.9241 www.veritext.com

## [excluding - expert]

197:17,18	80:21,23,25 81:3	178:5,20,21,24	111:4,7 113:2,18
exclusion 140:25	81:7 82:12,12	179:1,13,16,19	113:19,22
141:23	83:9 84:3,10	179:21,25	115:20 117:15
<b>excuse</b> 67:10	86:19,22,23 87:7	180:23 183:17	117:18 120:10
124:2 129:21	87:14,23,23	191:10 198:23	122:4 123:3,4,7
141:8 181:15	90:16,17,22 91:1	199:16	124:23,23 126:9
executed 83:19	91:15,24 92:7	<b>exhibits</b> 13:10	126:11 129:6,10
84:5	93:18,22 94:9,17	13:20 14:7,14,21	130:11,13
<b>exhibit</b> 13:4,5,6	94:20,21,23 95:1	15:7,14,21 16:7	131:19 133:8,13
13:7,8,9,14,15	95:7,10,17,19,19	16:14,25 17:7,14	138:24 140:2,13
13:16,17,18,19	95:23 97:12	17:22 18:9,18	140:14,17 150:1
14:4,5,6,11,12	98:1 100:2,5,7	19:8,15,22 20:7	150:8 152:9,10
14:13,18,19,20	100:25 101:11	20:14 21:13	152:17,20
15:4,5,6,11,12	101:14,18	48:19 49:8,8,11	155:15,20
15:13,18,19,20	102:15 103:17	49:22 50:1 51:5	156:15 157:8
16:4,5,6,11,12	103:20,24 105:7	51:15 52:3,3,6	158:6,10,12,14
16:13,18,19,20	105:17 109:7,11	53:23 54:1	160:13,18 164:4
16:21,22,23,24	109:19 112:21	55:24 56:11,15	164:6,23 165:1
17:4,5,6,11,12	112:25 113:1,8	56:19,20,23	167:22 168:1
17:13,19,20,21	115:14 116:17	57:13 58:2,3,7	171:19 172:1
18:4,5,6,7,8,13	120:4,8,12	59:7,10,23 60:1	174:1 177:6
18:14,15,16,17	121:23 122:2,12	61:10,14 65:17	178:4 179:1,6
19:5,6,7,12,13	123:18 124:4,21	65:20 66:4,7	180:16 182:1,4
19:14,19,20,21	125:20 126:14	67:24 68:18,21	184:4 185:10,17
20:4,5,6,11,12	128:11,12,12,14	70:7,24 71:2	190:13
20:13 21:5,6,7,8	128:24 129:2	72:18,21 75:8,12	existing 94:8
21:9,10,11,12	132:15,16,17,18	77:22 78:2	97:21 162:1
47:1,1,2 48:8,9	133:1,4,23 134:6	80:24 81:11,15	<b>exists</b> 170:22
48:18 49:2,4	138:17,22 139:2	88:10,13,17	<b>expect</b> 164:19
51:5,14,21,24	139:20,25 140:3	90:18 91:5,9	expecting 114:6
55:21,22 56:2,6	150:20,22,24	92:4,8 93:24	experience 47:5
56:9 59:11,16,20	151:19 153:25	96:4,7 98:20,22	47:7,11,19,25
60:19,24 61:3	161:18,21,24	99:24 100:1	228:13
65:21,24 66:14	162:2,7,12,16,19	103:12,14	experienced
67:19,25 68:8,11	162:22 163:2,5,8	104:12 105:24	137:15
68:13,20,20 70:4	163:19,23 166:7	106:1 107:1,4	<b>expert</b> 48:1,2,6
70:6,11,15 74:18	166:12,14,17,22	109:13 110:11	100:10 102:20
74:24 75:3,7	167:3,4,7,13,17	110:12,15 111:3	104:1,3 108:5,13

Page 24

108:19 111:23	f	203:12 210:4	176:1,8 187:2
112:7 119:18	<b>f</b> 4:21 5:1 10:3	215:11 218:11	feasible 116:2
137:19,22	12:2 13:9,19	220:15 225:7	147:16
expertise 111:25	15:10 16:23	227:6,25	<b>fed</b> 99:22 120:1
137:20	17:3,10 49:5,11	fae's 189:5,22	121:11 128:6
<b>explain</b> 36:17	50:1 51:24 52:6	203:23,24	132:10 138:7,8,9
216:15	54:1 73:1,3,15	209:10,23	138:10 139:13
explained	73:22 74:4,11	210:24 219:19	139:14 151:9
115:19 224:8	75:24 76:2,4	<b>fair</b> 23:19 67:18	156:13,13
explains 48:10	77:9,12 105:7	189:22 192:7	federal 36:21
explanation	107:10,14 108:7	206:3,16 220:9	42:11 59:2
71:16 72:1	108:21 111:11	<b>fairly</b> 87:18	79:13,20 80:1,10
128:17 131:13	111:13,16	<b>faith</b> 174:3	89:18 90:1,7,15
132:21	112:10	<b>far</b> 44:24 170:18	100:14 128:18
<b>export</b> 205:10	facilities 16:22	<b>farmout</b> 207:24	132:22 225:11
<b>express</b> 173:25	100:18 103:21	217:4	225:14 226:16
expressed	105:1 191:18,20	<b>fashion</b> 207:13	<b>fee</b> 46:16 50:23
146:20 204:17	192:9	210:14	65:15
<b>extend</b> 128:16	fact 23:8 32:25	fashioned 96:1	feeling 91:19
132:19 147:9	40:15 100:13	<b>fast</b> 136:3	feels 71:17
148:14	170:18 202:12	fault 122:9,11	feet 55:17 80:19
extending	215:6 216:2	faulting 48:24	80:20 115:20
148:12	217:1 219:25	51:19	117:3 121:19
extends 97:23	221:14 222:24	favor 203:4	feldewert 8:19
extension 18:4	228:23 230:18	favorable 190:6	24:21,22 25:6,7
18:13 128:8,12	factor 199:13	<b>favored</b> 178:1	25:20 26:1,2,13
132:12,16	factors 223:20	fe 6:8 7:8 8:8,22	26:15,24 28:18
184:16	224:7	9:6,15 10:7,14	28:19 30:13,14
extensions 44:7	factual 220:9	10:22 11:6,14	92:19,20 93:9,11
<b>extensive</b> 109:10	factually 204:11	12:8,17 25:7	96:19 97:2,10,14
190:8	<b>fae</b> 5:12 9:11	27:15 44:11	98:7,10,24
extensively	22:12 182:16	45:20 50:7	160:25 161:1,6
143:4	186:24,25 187:3	92:21 93:1 99:5	164:15,18 165:3
extent 44:18	188:25 190:2,6,8	107:13 111:13	165:7,9,15 168:8
138:20 139:23	190:11,18	118:21 126:24	168:11,16,20,23
<b>extra</b> 188:23	194:19 196:25	127:16 132:2	169:3,15 170:2,8
	198:11,14,14	161:1 165:9	170:11,16 171:2
	201:3 202:1,22	172:25 175:15	171:5,10,16

Page 25 505.843.9241

www.veritext.com

## [feldewert - formation]

172:3,6,9,24,25	62:6,22 99:24	<b>finds</b> 29:10	<b>flip</b> 178:16
173:6,16 174:12	100:1,6 128:18	fine 26:23 30:7	<b>flipside</b> 141:13
174:14,23	130:24 132:22	32:3 33:6,8 35:3	<b>floor</b> 176:24
175:25,25 176:5	133:25 165:25	43:23 60:25	<b>focus</b> 168:18
176:7,8 182:10	172:11 173:25	78:9 87:17	focusing 211:12
182:15,23 183:6	178:4 179:18,20	131:15 185:24	<b>folks</b> 22:20
187:8,9 188:14	179:21 183:14	188:3,9	23:21 115:25
188:17 198:1,3	183:23 184:4,5,6	<b>finish</b> 52:23	<b>follow</b> 31:14
198:18,21	186:2 195:17	<b>firm</b> 9:4 10:20	44:19 95:3
205:12 211:23	196:15 198:24	53:5 96:22	102:2 129:23
212:2,5,8,14	203:13	<b>firms</b> 92:12	130:1 131:15,19
213:3 214:7,18	<b>files</b> 32:11	<b>first</b> 33:3 38:6	136:8 184:12
215:3,8 216:4,7	124:24 133:22	39:24 42:7	<b>followed</b> 48:17
216:13,21	134:13 171:3	53:17 74:25	51:9,13 134:1
218:10,15,17	<b>filing</b> 33:20,25	78:21,22 85:8	following 53:18
219:2,17 221:12	38:21,24 150:21	101:6 102:17	219:18
221:17 222:22	183:20	129:16 134:18	foot 229:22
223:1 228:9,13	<b>filled</b> 114:16	153:2 163:17	force 83:15
231:24 232:10	<b>final</b> 44:22	166:13 175:10	180:12 203:12
feldewert's	210:10 219:25	178:10 182:15	forcing 215:7
221:4	224:25	191:7 192:5	foregoing 233:3
<b>felt</b> 147:9,13	<b>finalize</b> 149:1	196:18 200:5,7	233:4 234:4
fewer 104:23	finally 22:21	200:10 203:14	forewarned 23:6
<b>field</b> 65:18,22	80:2 90:9	203:23 204:25	<b>forgot</b> 22:14
fields 47:7	102:10 104:22	205:15 207:11	232:4
<b>fifty</b> 45:15	163:23 167:17	213:16 216:22	<b>form</b> 153:18
<b>figure</b> 36:1	financially	219:18 221:5,21	format 205:10
123:23	233:15 234:11	222:10,25	formation 46:9
<b>figuring</b> 229:17	<b>find</b> 23:22 41:6	<b>fit</b> 189:4	50:16 54:25
file 23:23 29:11	67:22 68:5	<b>fitting</b> 141:9	58:23 63:15
31:5 33:18 35:8	83:18 112:3	<b>five</b> 43:11 94:19	65:11 69:19
64:19 125:5,11	114:20,22	94:22 120:10	73:18,24 74:5,13
126:17 131:6,7	118:11 153:2	122:4 134:2	79:6,10,17,23
133:18 134:22	159:24 160:8	174:2 184:8	80:7,8,18,20
135:4,17 174:19	166:1 210:12	219:13,13,14	89:10,15,22 90:4
184:7	216:23,25	<b>fix</b> 128:1 155:6,6	90:11 93:13
<b>filed</b> 34:1 35:15	findings 196:2	flexibility 193:4	99:15 101:23
37:13 56:11,14	224:2 231:3		108:25 112:14

Page 26 505.843.9241 www.veritext.com

## [formation - gerrymanders]

119:23 121:7	four 79:2 84:19	future 23:20	geological 47:21
138:5 139:11	91:16,24 104:16	144:22 148:22	115:19
161:10 163:15	127:19,20	152:4 207:22	<b>geologist</b> 13:7,17
165:18,22 167:6	129:16 136:10	208:6	14:5,12,19 15:5
177:5	138:6 162:5	g	15:12,19 16:5,12
<b>formula</b> 190:3,9	175:1 177:2	<b>g</b> 16:24 22:1	16:21 17:5,12,20
190:14 196:6	178:3 182:12	105:17,24 106:1	19:6,13,20 20:5
198:12 199:6	183:23 184:11	107:4	20:12 21:8
205:1,16,20,25	184:24	gage 170:25	46:19 47:20,21
206:3,6,16,22	fourth 85:1	gallegos 9:3,4	47:23 51:2 59:8
207:4 209:4	francis 7:7	36:8,9,11 38:15	65:18 71:21
210:6 211:1,18	franklin 2:17	38:20,25 39:4	95:11 102:16
213:18 215:19	7:13 32:22,24	41:7,15,17,19	108:17 112:6
219:10,20	34:9	42:5,6,17 43:15	119:16 137:21
220:16,18	front 134:21	43:18 44:5	152:7 157:4
222:19 223:18	<b>full</b> 142:18	garner 170:25	163:10 167:5
224:10 225:20	159:10,11	<b>gas</b> 8:13,18	177:20,22
228:22,23,24,24	173:12	47:12 153:14,16	geologist's 122:8
<b>formulas</b> 223:15	<b>fully</b> 97:21 145:2	154:2,3,5,9,20	158:20
forte 87:21	148:12 169:11	154:21,25	<b>geology</b> 47:19
<b>forth</b> 177:11	191:2 for the set of t	156:11 173:2	48:2 56:2 70:11
202:9 230:12	<b>fulton</b> 6:9 78:8	187:13 230:25	71:19 74:24
<b>forty</b> 9:10	186:19 233:2	gaspar 11:5	81:3 90:22
186:25 187:3 196:18 223:3	fun 176:21	<b>gee</b> 31:15	102:21 103:2
	functioning	gene 9:3 36:8	109:12,12 113:1
<b>forward</b> 22:23 34:13,13 36:14	192:2 fundamental	general 94:1	113:1,2 120:9,10
36:16 38:13	191:4 192:12	95:20 161:22	122:3,4 138:23
39:2 40:15	<b>further</b> 27:1	163:13 166:8	138:24 140:1,2 152:10
53:15 54:19	32:19 61:2	167:9	
62:3 69:14 93:5	103:6 105:24	generally 206:15	gerrymander 210:4
114:20 126:13	185:9 197:25	generically	
147:8 175:12	202:21 209:12	230:22	gerrymandered 207:3
176:23 185:5	202.21 209.12 216:16 231:20	gentlemen 98:24	gerrymandering
224:5,12 229:10	233:12 234:9	165:15	189:25
231:8,16	furthermore	geologic 48:25	gerrymanders
<b>found</b> 64:9	126:14	51:19 103:3	206:24
179:25 216:24	120.17		200.27
177.25 210.24			

## [getting - guess]

44: 00.17	170 7 172 20	172 11 174 0	4 1 105 7
getting 22:17	170:7 173:20	173:11 174:8	granted 195:7
24:5 35:17	175:10,12	175:3,11 176:23	224:23 225:2
52:22 53:13	183:16 186:20	179:24 205:3	great 34:23
76:19 171:15	196:25 197:1,8	209:24 210:4	38:19 58:18
181:8,10 185:14	198:9,20 199:2	215:23 217:24	98:4 99:8
191:23,25 192:4	199:22 203:23	219:21 220:21	155:10 171:1
<b>give</b> 22:24 32:9	205:8 206:5	221:6 224:3,5	198:18 229:5,6,7
36:16 39:12	207:8 212:11,13	227:20 230:8	230:12 232:11
40:7,7,16 47:8	213:5,25 216:5	<b>golden</b> 11:21	green 96:1 134:2
57:6 67:21 86:7	221:11 224:12	<b>good</b> 24:22 25:2	134:2,11,16,23
105:21 127:25	229:24 230:8,11	25:6,12 27:14	163:17 164:1
134:24 145:21	230:12 231:10	30:13 32:23	178:7,12,16
168:16 188:6	231:15	36:10 44:9,18	183:15,21 184:9
199:6 212:10	goes 118:8 124:7	45:18,19,25 50:5	grief 22:17
216:16	213:1	54:8 73:6 92:19	145:21
<b>given</b> 23:21	<b>goetz</b> 226:1	92:25 107:7,11	gross 157:11
41:24 85:20	goetze 6:6	109:16 113:6	<b>ground</b> 187:24
100:13 170:18	187:23 195:12	118:10,19	grounds 37:4
182:23	195:13 214:20	128:16 130:6	group 9:22 33:7
<b>gives</b> 193:4	214:22 215:1,24	131:11,16	33:11 227:21,21
230:2	226:2	132:19 136:24	groups 34:4
giving 84:4	<b>going</b> 22:23	150:14 153:5	<b>grumpy</b> 23:5
85:25	23:12 36:14,16	155:24 159:8	guadalupe 8:21
glad 87:21 118:5	39:2 43:6,10	160:25 165:7	11:13 12:16
144:2 189:4	44:23 53:15	173:16,16 174:3	guard 127:7
glancing 115:13	62:3 63:22	175:20,21	guess 24:5 29:22
glass 159:9	64:11,15 72:5	176:12,17	66:12,17 71:16
<b>go</b> 26:6 30:11	73:10 76:16,18	181:19 187:1	71:18 72:5
31:23 32:18	78:11 83:7 93:5	191:23 192:5	75:18 76:16,17
34:21 38:12	94:14 97:18	198:18 201:2	84:20 91:18
40:15 44:24	116:1 117:22	218:3 228:19	114:5,6,14
47:16 69:14	118:2 128:1	<b>gor</b> 154:22	118:11 123:23
71:18 88:4	131:5,14 141:6	gosh 35:25 107:8	123:24 124:16
97:11 114:20	143:16,19	<b>gotten</b> 34:16	131:10 133:19
115:24 118:17	145:20 147:8	86:1	136:3 144:9
124:2,3 135:13	148:24 154:17	governing 219:6	146:5 147:7
144:16 146:9	156:18 158:1,4	graduated 108:5	148:9 153:4
159:9,12 168:13	159:3 161:25		159:6,7 169:4

Paul Baca Professional Court Reporters A Veritext Company Page 28 505.843.9241 www.veritext.com

186:23 212:24 153:10 174:9 226:14,	5,13,19,23hearing1:55:7,21,246:1,422:2,4
	,,.
	1 229:19 23:14 24:16,19
228:1 195:7 231:11 229:23	-
	232:2,7,9 25:15,24,25 26:4
gun 56:4 59:14 hardy 9:12 hardy's	
65:23 70:12 27:14,15,19,24 hart 8:2	
81:4 90:22 27:25 28:10 12:15 2	
<b>guy</b> 124:7 29:7,7,10,12,20 45:20 5	
<b>guys</b> 205:4 30:6,7,17,18 92:21 9	
210:11 213:4 31:3,25 32:1,11 126:25	127:16 29:5,9,17,18,21
219:21 220:17 32:14 33:4,5,8 132:2 1	61:2 29:22,25 30:3,5
220:19 33:20,22,24 34:5 165:10	173:1 30:8,9,10,15,19
<b>h</b> 34:16,18,25 35:3 176:1,9	30:23,24 31:7,14
h 13:1 14:1 15:1 35:14,20 36:5,5 hartman	9:2 31:15,19,22 32:4
16:1         17:1         18:1         36:17,19         38:16         36:9,22	2 37:1,3 32:7,15 33:2,6,9
10:1     17:1     18:1       19:1     20:1     21:1       39:6     41:23,24     38:14,2	3 39:15 33:16,22 34:3,6
15:120:121:1     42:9     43:3,17,21     39:18,2	24 42:8 34:10,15,20 35:1
bitat         145:3         43:23         44:3         43:19	35:5,11,16,21
habitat 145.5 haflinger 119:25 58:11,11,15,16 hartman	<b>'s</b> 38:4 36:7,10 38:11,18
121.10 11 58:20 60:7,9,17 hartman	s 37:15 39:12,14,20 40:2
half 118:9 159:5 60:22 61:6,16,20 40:23 4	40:11,19,21,23
159:10,10,11         61:20         62:12,13         42:21,2	40:25 41:13,14
62:23 63:23 43:16	41:20,21,25 42:3
hand 94.3.3 64:2,7,13,16,18 hash 16	
handed 191:25 64:23 65:1,4,4,8 hashmar	,
handle 182:22 65:9 66:14,18,20 199:18	43:17,20,25 44:2
handled 116:5 67:2,8,13,14,16 hate 60	, , , , ,
handy 127:9 67:17 68:2,6,23 head 76	
hannen 143.7.24 69:1.182:16,18 83:20	45:18,22 46:2,7
happened 39.14 183:7 187:1,2 hear 24	
188:3,8,12,25 127:3,1	1 128:3 49:17,20,22 50:6
happens 229:11 189:1 195:16,19 181:15	, ,
195:22,25 196:4 198:1 2	, , ,
happy 68:7 196:7,14 197:11 217:25	218:1,2,3 53:16,20,21,23
129:23 130:1 197:20 201:15 heard 2	, , , , ,
134:3.22 136:11 202:8 220:22,24 39:15,2	55 56:13 54:20,22 56:7,10
221:1,10,12 173:5	56:25 57:11,15

Page 29 505.843.9241 www.veritext.com

57:19,25 58:2,13	116:4,8 117:4,8	171:4,6,13,18	hearings 1:3
58:15,17 60:3,7	117:12,15,25	172:4,7,10,16,18	22:3,19 43:11
60:10,18,23 61:8	118:7,12,16,20	172:21 173:3,14	heck 43:12 226:9
61:10,17,22 62:2	118:24 119:1,5,8	173:15,21 174:4	<b>held</b> 37:2
62:9,17,20,24	123:11 125:19	174:7,10,11,16	hello 63:3 69:5
63:6,8,21,24	125:25 126:7,9	174:17,20,21,24	131:25
64:3,8,14,17,21	126:19,20 127:1	175:1,9,12,17,23	<b>helpful</b> 57:13
64:25 65:2,6,8	127:4,8,12,18,24	176:3,6,10,15,18	96:23,24 110:25
66:9 67:17 68:3	129:12 130:8,10	176:20,21,23	henderson
68:9,15,17,24	130:18,23 131:2	179:8,10 181:8	177:21
69:2,8,10,14,17	131:8,12,17,21	181:12,17,23	<b>hereto</b> 233:14
70:17,20,23 71:4	132:1,4,6,7	182:1,7,14,19	234:11
72:16,18,24 73:4	133:15 134:10	183:2,8,14,25	hidden 190:12
73:7,9,13 75:4,6	134:14,25 135:4	184:8,17,21	highlighted
75:14 77:2,5,8	135:7,11,15,22	185:6,7,9,21	84:13 124:9
77:13,20,22 78:6	136:14,19,20,24	186:2,3,7,12,13	199:7,9 208:15
78:10,18,21 79:1	137:3,5 140:21	186:19,22 187:5	212:6
81:8,17 85:7,12	145:7,10,11,13	187:16 188:5,10	hinkle 9:13 10:5
85:16 86:4,9,16	145:20,24	188:14,22	27:15 36:6
86:21 87:16,25	146:12,15,23	194:24 195:9,16	58:12 63:4 69:6
88:3,8,10,20	147:4,25 148:4,8	195:20,23 196:1	73:3 78:16 89:2
89:4,6 91:2,11	148:18 149:3,8	196:5,8 197:1,5	96:22 187:3
91:17,20,23 92:3	149:14,20,24	197:16,24	hinklelawfirm
92:11,16,23 93:4	150:1,11,16,17	198:16,20	9:16
93:7,9 95:25	152:22 153:1,12	202:14 205:8	<b>history</b> 204:18
96:9,14,19 97:6	153:21 154:6,24	211:20 214:20	215:4 216:23
97:13 98:2,8,16	155:2,9,13,15	214:24 216:1,11	<b>hit</b> 231:9
98:19 99:1,6,9	156:2,3 157:20	216:14 218:2,13	<b>hm</b> 159:18
99:10 102:22,22	158:16 159:14	218:16,18 219:3	<b>hmm</b> 72:13
104:5,5 106:3,7	159:19 160:3,10	220:21,25 221:8	82:19 142:10
106:15,18,23	160:13,22 161:3	221:11 223:22	155:5 170:2
107:1,8,12,15,20	161:4 163:25	224:6,24 225:25	184:8
107:22 108:15	164:8,14,21,23	226:4,20 227:5,9	hobbs 105:19
108:15 110:19	165:4,12,14,23	227:13 229:5,21	<b>hold</b> 37:15 53:3
110:23 111:2,4	167:19 168:3,7	229:25 230:5,16	55:25 84:21
111:10,15,16	168:12,18,22,25	231:18 232:3,5,8	116:17 135:7
112:2 114:1	169:11,13,19	232:11	holdings 8:14
115:12,16,18	170:3,9,12,14,21		187:14

Page 30 505.843.9241 www.veritext.com

#### [holds - including]

holds 202:22	156:8 161:9	105:21 162:25	implying 211:24
hole 55:8,9,12,13	165:17	163:1 166:25	212:1
69:25 70:2	horizontally	167:7 195:21	<b>important</b> 60:13
116:13	69:25	198:23 199:18	221:3 222:2,11
holland 8:20	<b>horn</b> 26:7	<b>identifies</b> 97:3	impose 41:2
11:12 12:15	175:10	99:25 100:3	210:15,22,22
25:8 45:20 50:7	horse 151:8,9	101:3 102:5	inaccuracy
92:21 99:5	231:19	101:3 102:3	124:16
126:25 127:16	<b>hour</b> 182:21	166:3,5 167:14	incentivize 210:4
132:2 161:2	hours 174:7	169:6 198:25	<b>include</b> 29:15
165:9 172:25	houston 119:16	identify 94:6	32:25 41:1,5
176:1,9	120:8,23 122:2	95:14 104:13	56:15 59:7 61:6
hollandhart.com	120:0,23 122:2	154:4 202:24	65:17 74:21
8:23 12:18	<b>hunter</b> 162:20	identifying	82:21,24 90:19
holliday 9:21,22	162:23 163:25	102:2,11 103:18	136:8 142:15
61:24,25 62:2,5	166:15,20 167:4	162:3,4	147:12 148:15
62:18,19	167:20 169:5,10	ignore 201:9	184:4 187:12
honest 188:18	169:10 170:19	203:9,18 207:14	included 28:21
hook 214:12	170:22 177:13	210:1 221:13	81:1 82:10,12,23
hoops 137:18	178:11,17 181:1	ignoring 211:2	83:9,11 85:23
138:17 139:20	•	222:22	124:10 134:17
140:8	1	<b>ii</b> 4:12 5:12 9:11	151:12,24
hope 155:2	idea 77:5 228:8	9:19 10:2 61:25	156:22 166:24
hopefully 71:7	228:9,9 230:12	187:4	196:5
128:3 135:25	identification	<b>images</b> 135:6	<b>includes</b> 48:9,19
136:16 221:6	49:12 52:7	immediate	51:5,15 56:3
hoping 231:14	56:24 60:2 66:5	144:22	59:17 65:25
horizontal 2:7	71:3 75:13	immediately	70:12 74:25
4:3,23 5:3 46:12	81:16 91:10	131:19	95:4 109:7,12
48:25 50:19	96:8 106:2	impacted 94:11	112:21 113:1
51:20 55:1	110:16 113:23	<b>impacts</b> 100:17	120:5,9 121:24
58:24 63:16	123:8 129:11 133:14 140:18	231:15	122:3 138:17,23
65:12 69:20		impediments	139:20 140:1
73:19,25 74:6,14	152:21 158:15 164:7 168:2	48:25 51:20	157:7 177:8
79:11,18,24 82:1	164:7 168:2 179:7	103:3	183:15 190:16
89:16,23 90:5,12	<b>identified</b> 97:16	implication	199:11 219:6
93:12 99:14,19	99:21 103:3	223:12	including 58:2
106:9,12,19,20	77.21 103.3		70:7 83:11 93:3

## [including - interesting]

93:24 141:18	190:8,12,16	intended 97:20	200:12,14,16,21
152:10 179:1	202:15 203:6	193:25 194:3	200:24 201:19
190:13,20,22	<b>informed</b> 44:22	<b>intends</b> 128:22	201:19 202:1,5
<b>inclusion</b> 141:23	<b>initial</b> 99:21	173:7	201:19 202:1,5
inconsistent	109:1 112:16		202.22,23 204.7 206:1 207:10,14
	120:1 121:9	<b>intent</b> 146:9,20 <b>intention</b> 144:21	<i>,</i>
211:6,8,11 incorrect 38:8	120.1 121.9	interactions	207:19,23 208:4
42:9 53:8 169:2			208:6,12,17,22
	136:9 138:7	138:20	209:8,14,20,23
169:2 191:5	139:13 143:15	interest 36:23	210:2,8,18 211:7
incorrectly	161:20 162:24	37:1,2,4,5,13,17	211:16,24
169:18	163:4 166:5	37:21,25 38:1,6	212:15 213:16
incur 200:10	189:23 191:7	38:9 39:7,10	213:18,19
204:2,9 213:8	195:2 207:19	40:4,6,7,16 42:1	215:13 216:19
incurred 191:7	208:12 209:8	42:8,10,19,23	217:7,9,17,18,20
200:19 204:8	212:24 216:20	46:9 50:15	217:24,25 218:6
indicate 85:4	217:18 218:8	54:24 56:5	218:23 222:17
153:9	229:16	58:22 59:4,21	223:17 227:2
<b>indicated</b> 87:6	<b>initially</b> 34:1	66:16,24,25 67:5	interested 27:22
119:1 129:4	99:21 136:7	67:6 70:22 75:2	28:12 30:24
133:6	189:9,14 192:19	75:25 76:1,4,7	36:12 41:12
indicates 38:22	194:17 201:7	76:11 81:6,24	45:23 49:21
52:16 85:19	203:15 204:1,10	82:1,7 83:2,3,8	50:10 53:22
86:12 154:8	207:10 208:2,5	83:15,21,24 84:8	54:21 56:17
213:5	208:11 211:2	84:12,18 90:25	58:1,14 61:9,23
indicating 32:12	214:12 216:5,15	94:10 99:18	63:7 65:7 68:10
153:3	217:22 221:13	101:13,15,16,20	69:9 72:17 78:10 88:0 80:5
infill 141:7 information	222:14 227:15	101:25 105:10	78:19 88:9 89:5
	227:16	110:8 113:11,15	92:2 93:8 98:19
22:20,22,25 23:1	<b>injected</b> 187:23	120:14,16,25	99:10 107:21
23:3,23 34:16 75:23 77:14,24	<b>inquire</b> 114:20 <b>inserted</b> 88:15	122:14,16,25 124:8 138:4	111:3,16 118:25 127:23 130:9
84:4 94:15			
95:13 96:20	112:2 insertion 112:4	139:10 157:22	132:5 137:4 155:14 161:4
98:3 106:24	inspect 42:2	157:23 160:6,6 162:3,13 177:17	155:14 161:4 164:22 165:13
	-	190:10 191:12	171:8 233:15
117:22 118:1,13	<b>instigators</b> 182:16	190:10 191:12	234:12
130:17,19,25	<b>instructive</b> 194:8	191:13,13,21	
133:19 135:16	instructive 194:8		<b>interesting</b>
135:24 186:4		196:11 197:8,21	114:18 153:18

## [interests - jumping]

interests 1:16	95:21 103:5	198:10 200:2	jamesbruce 8:9
4:13 37:7,8	121:19 157:11	201:6 203:7	<b>january</b> 26:5,18
55:25 59:10	163:17,21	214:11,17 219:5	26:22 27:4 28:8
63:11,15 65:11	167:15	221:22,23 224:9	28:14 30:1,10
65:20 69:19	intervals 56:5	230:4,18,18	31:6,18,21,23
70:8,14 73:17,23	75:2 81:6 90:25	231:13,20	32:6,7 34:2,11
74:5,12,22 79:5	163:10,15	<b>issued</b> 197:6	34:11,12,14,14
79:9,16,22 80:6	invalid 38:14	227:23	34:19,21 35:9
80:17 85:9 89:9	invested 191:15	issues 40:24	41:21 174:13,17
89:14,21 90:3,10	200:15 213:9	44:20 95:9	174:21
90:19 108:25	222:5	122:11 145:3	<b>jason</b> 108:18
112:14 119:23	invitation	148:19 150:5	112:6
121:6 140:6,10	209:11	194:22,25 221:2	<b>jeffrey</b> 103:21
151:3,23 156:7	invoiced 200:9	229:11	jennings 59:19
156:24 193:22	200:19 204:3	item 28:15 29:1	<b>jim</b> 24:17 27:10
196:23 197:13	involved 94:18	44:7 45:17 50:3	29:3 172:14
197:21 209:19	97:5 100:14	54:6 58:9 61:18	175:7
211:3 217:6	110:1 161:11	63:1 65:3 69:3	<b>joa</b> 62:7 77:11
222:17 223:17	165:20 169:12	92:17 99:2	83:19 84:6
225:11,16,18	190:20 216:20	107:9 111:11,11	124:12
interference	223:14 226:7	150:12 155:22	<b>job</b> 6:10
71:23	involves 80:3	160:23 172:12	<b>johns</b> 128:15
internal 154:10	125:1 161:8	items 24:10 27:6	132:18
interpret 213:21	168:10,13	32:18 35:24	<b>johnson</b> 111:22
interpretation	involving 37:16	72:25 78:12	113:13
204:19,19 212:1	194:22	88:24 126:21	johnson's
217:21	irregular 63:18	136:22 165:5	112:21 116:18
interpreted	<b>isa</b> 157:11	183:10	<b>join</b> 39:18
207:13 210:13	isopach 152:12	j	176:21
210:16 214:3	issuance 220:2	<b>j</b> 9:3 160:5	<b>jolly</b> 93:23
interpreting	issue 37:22 39:7	jackie 54:8 63:4	161:19 162:8
208:11 209:2	39:23 40:2	69:5 73:2 78:16	166:2
interrupting	56:14 68:8 86:5	89:2	<b>josh</b> 177:20
129:23	126:15 127:15	jaclyn 10:4	jparrot 11:7
interruption	143:13 160:11	<b>james</b> 8:6 11:3	july 63:13
58:21	161:24 162:17	176:13	jump 229:10
<b>interval</b> 55:16	166:24 194:13		<b>jumping</b> 187:22
70:14 80:15	196:9,18 198:5		

## [juncture - lea]

<b>juncture</b> 180:22	87:20 88:4	1	177:8,15
june 39:15,20	114:17 115:13	<b>l</b>	lands 107:25
40:4	114.17 115.13	<b>l</b> 55:13,14	111:19 119:10
justify 107:19	117:2 126:3,3	<b>1.1.c.</b> 13:3,13	137:7
	128:2 129:20	<b>l.p.</b> 2:7	<b>language</b> 146:4
k	128.2 129.20	lack 203:6	148:24 189:16
<b>kate</b> 119:16		<b>land</b> 47:14,15	
<b>keep</b> 78:11 198:6	142:12,25 143:2	48:1,13 51:10	192:16,22,24,24
199:21 206:6	143:10 144:7,9	55:23,24 59:9	193:4,25 194:4
keeping 206:1	145:19 147:20	65:19 70:6	207:12 208:14
<b>keller's</b> 48:19	148:11 155:3,4	74:20 80:23,24	211:4 216:8
kennedy 119:16	170:21,22	85:18 86:10	217:11 221:14
120:23 122:23	173:17 174:8	90:17,18 94:17	222:2,11 224:19
kennedy's 120:8	181:17 182:21	100:8,11 108:13	227:14
122:2	184:14,24,24	109:25 111:25	larger 77:9
kept 52:20	186:7,9 188:1,6	177:9 201:22	106:20 121:21
<b>kicked</b> 219:3	190:11 193:16	224:11 225:13	lastly 49:2 51:21
<b>kind</b> 38:3 42:14	194:1 196:15	226:17 230:2	late 62:5 172:11
72:9 97:18,22	197:12,20	<b>landman</b> 13:6,16	172:22,22
114:6 130:4	206:13 212:2	14:4,11,18 15:4	<b>lateral</b> 116:24
140:24 158:22	214:12 215:10	15:11,18 16:4,11	147:12,17
178:16 184:25	216:10,22	16:20 17:4,11,19	148:14
202:6 228:12,17	219:12 223:11	18:6,15 19:5,12	laterals 148:11
229:8	223:23 226:10	19:19 20:4,11	latest 179:13
<b>knew</b> 40:4,16	227:13,21	21:7 46:3,19	law 9:4,22 10:20
<b>knocked</b> 116:17	229:15,25 230:5	47:11 51:1 59:8	53:5 92:12
know 23:10,10	230:11 231:6,7	65:18 87:14	189:17 210:19
23:22 26:5 38:3	knowledge 233:9	93:23 100:8	<b>lay</b> 71:15,15
40:6 43:10	234:6	108:3,9 109:8	97:23 109:4
44:20 45:3	knows 212:4	111:21 112:22	112:18 177:24
52:21,21 53:3	216:22	116:14,15,18	177:25
54:18,21 60:11	<b>koehler</b> 46:20,23	119:12 120:5	laydown 93:16
60:20 61:1	47:18 48:2,23	121:24 128:15	158:21 159:1,7
	51:2,18	121.24 128.13	<b>lea</b> 1:12,16 2:3,9
66:23 67:18	koehler's 47:2	132:18 137:17	2:14,19 3:3,12
68:4 71:12	48:17 51:13,15		3:17 4:3,14,18
75:20,24,25 76:7	- 7 -	151:13 161:19	5:3,14 46:14
76:9,10,13,18		166:3 177:10,20	50:21 63:19
77:11 85:20		landman's 149:5	65:14 99:17
		169:25 171:23	

Page 34 505.843.9241 www.veritext.com

105:18 119:11	56:7 70:8,16	229:18	<b>llp</b> 10:5 11:12
137:10	75:4 81:8 83:10	lips 26:11	137:2
lead 192:25	90:20 91:2 94:5	list 134:25 158:5	locatable 67:20
lease 84:18	94:6 95:1,3,6	158:5 159:15,21	120:15 122:15
115:3,3 144:24	97:1,3,17 105:13	160:17 162:8,13	139:5 140:7
144:25 156:23	109:9 112:23	214:25	169:9
207:25 217:5	120:6 132:16	<b>listed</b> 22:10	locate 110:25
leases 36:21,24	156:24 162:2,10	124:6 138:24	located 55:17
42:11 87:19	162:22,24 163:1	180:9,23	113:11 154:1
100:14	166:22 167:1	listening 85:10	location 6:7
leasing 137:12	177:17 183:18	<b>lists</b> 140:2	55:10,12,14 56:3
144:21	letters 23:15	168:24	59:12 65:22
<b>leave</b> 76:23	24:2 49:3 51:22	literally 179:25	70:12 74:25
150:3 155:17	53:7,11,13,15	little 67:22 78:11	81:4 90:23 95:4
201:4 213:23	74:22 101:19	87:20 88:23	95:20 103:14
215:22 223:23	121:25 128:25	99:7,8 115:4	109:13 113:2
leaving 107:9	133:2 134:1	127:12 135:8	116:13,14 120:3
185:12	162:9 167:21	148:23 181:9	161:22,23 166:8
<b>left</b> 58:5 61:12	183:19	182:9,24 184:25	166:9
68:19 88:12	letting 44:20	195:11 216:16	locations 55:8
92:6 94:3,3	<b>level</b> 201:9	218:19 221:9	70:1,2 101:3,6
118:13 158:11	203:10,19	228:13 231:19	116:23 121:17
160:15 212:6	206:20 207:4,18	<b>live</b> 41:13,14,21	<b>locator</b> 48:20
<b>legal</b> 168:9	208:21 209:7,24	<b>llc</b> 1:11,15,20 2:2	51:16 152:10,12
170:20 189:6	210:1	2:13,23 4:7,12	157:9,10
196:21 226:24	<b>lg</b> 84:18	4:17 5:7,13 8:3	lodge 108:18
legislative	lieutenant 127:7	8:14,15,15,16,17	110:6 112:7
204:18	<b>life</b> 104:21	8:18 10:3,3,10	113:13
legislature	<b>liked</b> 170:25	11:17,19 12:13	lodge's 109:11
189:18 192:25	likes 228:24	19:11,18 25:4	112:25
194:3 216:17,22	<b>limb</b> 43:10	27:18 30:14	logic 219:11
217:14 221:19	limitation 43:4	45:21 47:17	logical 217:13,21
222:18	limited 189:5	50:8 73:8 124:6	long 153:19
legislature's	200:3	150:13,15	188:7,9 225:6
222:14	line 55:18	155:23 156:1	229:16
letter 48:9,15	103:15 116:9,10	173:1,2 176:2,19	longer 23:25
51:6,11 52:15	121:20 163:18	187:13,14	180:21 182:24
53:5,9 55:25	163:21 167:15		

#### [look - marked]

<b>look</b> 60:8 84:10	129:15,19	178:17 181:1	51:16,17 56:3,4
86:24 87:2	147:21 148:1	<b>mail</b> 23:8 25:20	59:13,13,13
91:14 97:3	158:20 159:4	32:12 44:19	65:22,23 70:12
116:3,12,16	180:10 184:11	56:18 59:17	70:12 71:14
117:1 118:2	208:20	65:25 70:21	74:25 85:8 94:1
133:24 134:4	loss 212:3	110:3 130:25	95:12 96:22
141:13 143:19	lost 216:2	131:1,15 135:3	109:13,13,15
146:25 169:1	lot 22:17 41:5	136:9 144:1,2,3	113:2,3,4 152:10
174:1 177:23	86:5 95:12	<b>mailed</b> 49:4	152:11,12,13
182:12 195:14	143:23 145:21	51:23 120:14	156:23 157:9,10
199:8,16 202:23	148:25 168:10	122:14 129:1	157:10 161:23
207:8,17 209:24	168:13,15,24	133:3 152:2	162:16 163:11
210:11 212:9	169:2,18,18	185:2 186:5	166:8,12,17
214:9 216:4	171:4 215:1	<b>mailing</b> 105:14	167:6 177:23,23
217:10,11,12,13	217:2 229:4	mailings 105:16	178:2
217:23 220:8	lots 63:17 161:11	109:20 113:9	maps 75:1 81:4,5
222:13 223:21	<b>loud</b> 127:4	120:13 122:13	86:17 90:23,24
229:1	<b>louder</b> 99:8	139:3 140:4	151:23 177:9
<b>looked</b> 209:3	loves 187:23	152:4 157:1	marathon 2:22
213:6 216:25	<b>lowe</b> 142:4	mails 24:4 35:18	19:11,18 138:21
looking 22:6	143:10,12	53:14	139:24 150:13
24:10 60:15	lower 206:25	maintenance	150:15 151:1,14
84:2,3,22,23	210:6	192:3	152:8 155:23
86:19 87:4	<b>lp</b> 17:17 19:3	majority 76:6	156:1,6 157:5,20
96:17 106:8	118:23	<b>making</b> 198:17	158:3,7 159:1
115:18 116:11	<b>luck</b> 44:18,23	218:5	marathon's
116:21 125:4,11	<b>lunch</b> 181:10	maltese 99:22	160:7
126:13 133:18	182:24	management	margaret 9:2
133:23 134:7	m	47:10,10	36:9
141:7 142:17	<b>m</b> 7:14 70:2	manager 47:15	<b>marked</b> 49:11
153:25 168:21	<b>magnum</b> 162:20	manages 47:13	52:6 56:23 60:1
217:16 223:16	162:23 163:25	mandate 209:13	66:4 71:2 75:12
looks 66:20	166:15,20 167:4	211:6	81:15 91:9 96:7
71:14 72:5	167:20 169:5,10	manipulate	106:1 110:15
84:25 91:20	169:10 170:18	206:25 210:5	113:22 123:7
96:24 115:2	170:22,24 171:3	manner 223:19	129:10 133:13
116:16,23	177:12 178:11	map 48:13,20,20	140:17 152:20
123:17,25 124:5		48:21 51:10,16	158:14 164:6

Page 36 505.843.9241 www.veritext.com

# [marked - meeting]

168:1 179:6	179:2 196:16	140:23 141:5,6	78:16,21,24 79:3
222:4	223:22	141:15,21	81:20,22 82:3,11
marlene 7:4	<b>matthew</b> 100:9	142:10,23 143:5	82:17,20,24 83:7
35:18 53:12	137:17	143:14,21,24	83:17 84:1,16,21
135:16 171:15	<b>maximus</b> 156:13	144:3,6,18 145:4	85:2,5,6,10,15
171:17	156:13	149:14,16	86:3,8,14,20
marlene.salvid	<b>mcclure</b> 6:5 22:6	152:23,24	87:13,21 88:2,6
7:9	23:12 45:19	154:15,16 155:1	88:19 89:2,2,6,7
<b>matador</b> 3:1,6	49:14,15 50:6	158:17,18 159:3	91:18,19,22
3:11 8:2 18:3,12	52:9,10 54:4	159:11 164:9,10	92:10
27:8,11 29:1,4	57:1,2,8 60:4,5	165:8 168:4,5	<b>mdt</b> 6:3
29:10,14 126:22	66:10,11,19,22	170:24 179:11	<b>mean</b> 43:7 60:23
127:17,24 128:5	67:3,4,10,14	179:12,24 180:6	60:24 61:2,2
128:17,21,22	68:11,13,16 71:5	180:20 181:4,10	86:4 87:17
129:24 131:24	71:6,10,13 72:4	182:11 184:18	96:20 98:5
132:3,9,22	72:13 75:15,16	184:20 185:16	123:23 125:3
<b>matcha</b> 59:8,9	75:24 76:6,15,22	185:19 186:5,12	141:16 154:6
<b>matcha's</b> 59:20	81:18,19,23 82:9	187:21 195:10	158:23 164:11
matches 97:24	82:15,19,22 83:5	195:10 205:6,9	170:9 185:23
materials 151:11	83:14,23 84:14	211:21,22	191:20 213:4
<b>math</b> 87:20	84:17,25 85:3	212:12,20 214:2	214:7 216:18
<b>matt</b> 152:7 157:4	91:12,13 92:20	214:18,22	219:18 221:19
<b>matter</b> 1:5 40:10	94:4 96:4,15,16	224:25 225:1,4	222:15,20
40:23 44:16	98:25 106:4,5	225:10,15,22	225:19 226:6,10
48:3 51:3 93:20	110:20,21 114:2	mcdonald's	227:6 230:24
96:5 108:20	114:3,13 115:1,9	71:12	meaning 208:5
111:24 112:9	116:25 117:7,21	mckenzie 12:7	<b>means</b> 194:14
119:14,19	118:3 123:12,13	<b>mclean</b> 10:4	195:3 206:18,19
137:23 150:20	123:17,22 124:4	54:8,9,12,23	207:17 216:17
151:16 156:21	124:14,22 125:3	57:5,10,16,23	217:22 221:18
157:7 160:13	125:9,16,18	63:3,4,8,9,21	<b>meant</b> 67:11
164:4 173:9	129:13,14,18	69:5,6,10,11,16	189:19,19
182:8 189:24	130:3,16,19,20	71:7,9,9,10,11	216:16,22
194:12 231:15	131:1,2,4,10,14	71:11,19 72:11	222:15
matters 39:25	132:1 133:16,17	72:15,23 73:2,2	<b>meet</b> 31:17
48:1,2 100:11	134:5,9,12	73:14,15 75:17	meeting 53:6
104:2 108:14	135:20 136:2,12	75:21 76:2,9,20	190:10,11
111:25 167:24	136:13 140:22	77:14,18 78:4,15	

## [mention - mrc]

<b>mention</b> 115:6	111:20 119:11	<b>minute</b> 168:17	morning 22:6
mentioned 160:7	137:10 156:10	212:10	24:22 25:2,6,12
179:13	189:17 190:21	<b>minutes</b> 188:6	27:14 30:13
<b>merits</b> 39:13	233:20	188:11,16,20	32:23 36:11
40:3,9	mexico's 192:21	195:6	44:9 45:18,19,25
<b>met</b> 109:6	mfeldewert 8:23	misplaced	50:5 54:8 73:6
112:20 138:13	<b>mic</b> 58:18	146:19	92:19,25 107:11
139:17 189:8	michael 8:19	missed 37:6	118:19 136:24
193:22 206:12	11:18 24:22	212:21	150:14 155:24
209:6 224:14	28:18 30:13	missing 77:16	160:25 165:7,8
<b>method</b> 190:5	92:20 161:1	82:16 114:15	175:20 186:16
methodology	165:9 172:25	147:1	<b>motion</b> 37:10,13
202:10,15	175:25 176:8	mistake 64:9	62:11 189:5
mewbourne 3:15	187:9	123:21	190:4 194:13
3:19 8:2 16:10	michaels 9:5	misunderstand	195:1,4,7 196:15
20:3,10 21:3	<b>middle</b> 75:17	192:12	202:16 211:13
24:13,18 25:9,19	161:23 166:10	misunderstand	219:19 220:20
25:23 92:18	midstream 5:7	189:21	224:23
93:10,11 94:11	12:2 44:8,12	misunderstood	mountain 2:18
98:14 160:24	<b>mike</b> 177:13	212:22	7:13 32:22,25
161:5 165:6,14	178:12,17 181:1	<b>mm</b> 72:13 82:19	34:9 182:25
165:16 172:13	<b>mile</b> 118:9	142:10 155:5	186:14
172:15 173:25	<b>miles</b> 64:6 118:8	159:18 170:2	<b>mouth</b> 41:18
174:1,6 175:6,8	<b>miller</b> 177:13	modified 230:14	229:22
177:1,14 180:18	178:12,17 181:2	<b>modify</b> 230:15	<b>move</b> 34:13,13
mewbourne's	<b>million</b> 104:18	modrall 7:15	110:11 113:18
174:8	155:4	155:25	123:3 136:21
<b>mexico</b> 1:1,12,17	<b>mind</b> 175:18	modrall.com	140:13 165:5
1:22 2:4,10,15	198:6 199:21	7:18	166:12 178:25
2:20,25 3:4,9,13	206:1,6	montezuma 10:6	217:8 229:9
3:17,21 4:4,9,14	mineral 42:23	<b>month</b> 44:20	231:8
4:19,24 5:4,10	99:18 209:19	56:13 102:6	<b>moving</b> 53:15
5:15 7:2,5 22:3	<b>minerals</b> 1:2 7:2	<b>months</b> 23:11	54:18 135:20
46:15 47:14	7:5 124:6	108:8 174:2	185:5
50:22 55:3	minimizing	178:14 180:17	<b>mrc</b> 8:15,15
63:19 69:22	103:9	181:18,18	175:23 176:1,4,9
79:7 89:12	minority 36:23	202:18 219:25	177:13 178:11
99:17 108:2,9	154:11		178:18 181:1

Paul Baca Professional Court Reporters A Veritext Company Page 38 505.843.9241 www.veritext.com

## [mrodriguez - northwest]

mrodriguez	<b>nearly</b> 104:18	negotiation	<b>nm</b> 6:8 7:8,17
11:22	necessarily 72:4	213:24	8:8,22 9:6,15
multiple 66:2	228:24	negotiations	10:7,14,22 11:6
<b>munds</b> 10:11	necessary 105:4	25:19 37:23	11:14 12:8,17
25:2,3 26:9 73:6	105:4 160:2	126:3,4 138:20	<b>nmpm</b> 46:14
73:7,10,12 77:3	170:17 203:2	139:23	<b>nobody's</b> 94:14
77:4,7,10 176:17	211:16	negotiator 100:8	<b>nod</b> 26:10
176:18	<b>need</b> 23:20 32:1	<b>neither</b> 233:10	<b>non</b> 4:2
<b>muted</b> 26:11	35:8 37:21	234:7	nonconsenting
38:17	41:21 42:25	<b>net</b> 191:14,18,24	213:19
mutual 62:6	60:20 64:12	200:15,20 222:5	nondisclosure
n	86:1 97:10,11	<b>nevada</b> 69:24	190:1
<b>n</b> 7:1 8:1 9:1	98:15 119:2	<b>never</b> 144:14	nonparticipating
10:1 11:1 12:1	124:20 125:21	174:5 209:3,3	200:24
22:1 55:1,2,18	126:17 130:24	223:6	nonstandard
55:18 58:25	131:9,18 135:25	<b>new</b> 1:1,12,17,22	99:14,19 100:23
79:11,12,18 80:4	142:3,6 143:9	2:4,9,14,20,24	102:13 103:7,10
80:14 84:8,9,11	145:7 149:3	3:4,9,13,17,21	105:3 106:20
84:12,12 87:1,2	160:9 164:19	4:4,8,14,19,24	137:25 138:14
87:2,6,6,8,8	170:12 183:12	5:4,10,15 7:2,5	138:15 139:7,18
89:16,16,24 90:5	188:8,15 194:23	22:3 24:20	145:11,15,19,21
93:14 94:18	196:25 197:8	29:19 42:25	146:5,16,17,24
95:14 108:23	198:8 206:21	46:14 47:14	147:14 148:16
112:12,13,13	214:13 223:21	50:21 55:3	148:19,20 149:9
114:7,11,21,22	226:7	63:19 69:22	149:9,11 150:6
118:2 138:2	needed 32:19	79:7 89:12	<b>nope</b> 128:1
139:9 156:8	54:21 202:14	99:17 108:1,9	<b>norma</b> 160:5
166:13	needs 61:1 147:5	111:20 119:11	normally 22:25
<b>name</b> 71:7	162:21 232:6	137:10 156:10	67:20
105:22 214:24	nefarious 189:25	171:14 189:17	north 8:21 11:13
<b>named</b> 46:4	<b>negative</b> 26:10	190:21 192:21	12:16 99:23
names 197:19	216:8,10	222:7 233:20	116:9,10 120:2
<b>natural</b> 1:2 7:2,5	<b>negotiate</b> 62:7	<b>news</b> 105:19	121:17 138:12
<b>nature</b> 100:13	215:19 230:19	newspaper	139:15
<b>nay</b> 226:11	<b>negotiated</b> 174:3 206:16	105:18 nice 04:1 05:12	<b>northeast</b> 114:8
<b>ne</b> 70:1 118:2		<b>nice</b> 94:1 95:12 <b>nine</b> 45:16	114:21,21,22 northwest
	negotiating 28:1	129:19	
		129.19	114:11,11

Page 39 505.843.9241 www.veritext.com

	1		
<b>nos</b> 1:10,14,19	87:23 88:1,14	136:7 184:22	107:9,24 108:21
2:1,6,12,17,22	91:1,2,4 93:20	186:15	109:2,22 112:10
3:1,6,11,15,19	94:5 95:24,24	<b>notices</b> 21:6,10	119:20 120:1
4:1,6,11,16,21	98:4,4,6,11,12	23:15,18 66:1	121:3,11,12,12
5:1,12 15:10,17	102:11,12 105:8	134:3 177:8	121:12,13,13,14
16:3 17:17 18:3	109:20,20,20	178:20 179:17	128:7,18,18,19
18:12 19:3	113:9,9,9,12	notification	128:20 132:10
20:10 21:3	120:13,13,13,15	129:2 133:4	132:11,11,11
notary 6:9	120:19,22	notified 81:25	137:14,24 139:6
233:19	122:13,13,13,15	82:6 83:15,17,20	143:25 150:12
<b>note</b> 24:1 57:12	122:19,21 126:1	105:21 184:15	152:17 158:10
109:23 153:19	126:3 128:25	<b>notify</b> 82:7	160:8,23 164:12
178:9 204:25	130:21 133:2,19	november 6:2	172:12 184:15
209:10	133:20,21	22:4 62:14,21	185:13,15
<b>noted</b> 152:3	134:15,23 135:1	126:16 128:20	197:12 202:13
153:9 157:23	136:5,5 139:3,3	171:21	221:2
<b>notes</b> 114:9,13	139:3,5 140:4,4	<b>now's</b> 175:19	numbers 24:11
118:4 166:15	140:5,7 141:17	nsls 144:15	27:6 28:16 44:1
188:18	141:22 142:21	nsp 140:25 142:3	73:16 74:19
<b>notice</b> 13:8,18	144:16 146:6	143:6,15,16,23	75:9 79:4 80:22
14:6,13,20 15:6	147:22 150:21	143:25 144:8,10	81:12 89:8 91:6
15:13,20 16:6,13	151:25 152:1,1	146:7 149:17	102:3 128:4,7
16:23 17:6,13,21	156:25,25	<b>nsps</b> 141:16,18	129:7 131:22,23
18:7,16 19:7,14	163:24 164:2,15	144:15	132:8 133:9
19:21 20:6,13	167:18 168:8,14	<b>number</b> 28:16	137:7
21:9,12 23:21	169:1,7,14,16,24	28:20 29:1	numerous
38:7 39:12,15,16	170:5,8,10,14,15	46:16 50:23	144:25 208:18
40:7,16 49:3,5	171:14,22 174:4	54:23 55:5,7,11	230:6
51:22,24 53:5	174:19 178:6,10	55:17,22 56:21	<b>nw</b> 50:20 55:9
56:6,7,10,16	178:17,18,20,23	58:9 63:9,12,12	55:10,13,14 70:1
57:3 59:16	178:23 179:14	63:14 67:18	112:12 114:7
60:25 64:10	179:20,22 180:2	70:5 73:22 74:3	138:2 139:9
65:24 66:3	183:15,18,21,22	74:4,9,11,16	168:10,15
70:15,16,19,23	184:10 185:14	79:8,15,21 80:2	0
75:3,4,6 81:7,8	185:15,22,23	80:25 83:13	<b>o</b> 22:1
81:10 82:9,18	<b>noticed</b> 71:13	89:13,20 90:2	object 37:3,24
83:8 85:19,20	96:21 125:20	92:17,18 93:24	39:21 54:18
86:1,7,11,12	129:15,19 136:6	99:2 104:16	
L			

Page 40 505.843.9241 www.veritext.com

62:3 73:10 93:5	ocd's 135:5	<b>oil</b> 1:3,6 2:22	114:13 115:1,22
94:14 201:1,2	ocean 10:11 25:3	3:15,19 5:14 7:6	116:12 117:4,8
230:7	73:7 176:18	8:2,13,17 16:10	117:13 123:20
objecting 33:19	ocean.munds	19:11,18 20:3,10	124:14 125:9,9
36:18 41:16	10:15	21:3 22:2 24:13	124.14 125.9,9
<b>objection</b> 36:14	october 49:4,6	44:14 47:12	126:18 127:3,13
36:15,18 37:12	51:23 52:1	92:18 119:24	120:18 127:3,13
38:10,13 39:2	56:12 128:19	121:7 150:13,15	131:3,17 134:9
43:15,18 93:6	129:1,3 133:3,5	153:15,16	143:21,24
108:16 144:14	odd 202:1	154:10,12,18,23	144:18 145:4,7,9
172:12 174:6,7	offer 204:19,20	154:25 155:23	145:17,23,24
175:19 210:7	office 25:7 27:15	154:25 155:25	146:23 147:4.25
objectionable	44:11 45:20	160:24 165:6	148:18 149:3,7
29:10 41:6	50:7 92:21 93:1	172:13 173:2	153:12,24
198:12	95:24 99:5	175:6,8 187:13	154:14 155:9
objections 39:21	107:13 111:13	190:19 202:18	159:14 160:3
43:13 102:23	118:21 126:25	202:20 230:25	164:14 165:4
104:6 176:22	127:16 132:2	okay 23:17 24:6	167:11 168:7,10
objects 37:5	152:1,3 161:1	24:17 25:25	168:11,22
41:12 173:4	163:24 165:9	26:13 27:21	169:13,19 176:7
175:11	167:18 172:25	29:9,18 30:5	176:15 179:4
observe 48:24	175:15 176:1,8	31:7,20,25 32:4	181:4 182:7
51:19	187:2 201:23	32:17 33:10,10	183:25 184:21
<b>obtain</b> 100:20	224:11 226:17	33:24 34:6,15,20	185:7,21 186:10
obtained 36:25	230:2	35:1,21 36:7	187:5 196:1
obtaining	<b>officer</b> 233:1,2	40:21 41:3,20	197:24 198:9
211:15	officially 194:6	42:5,17 43:25	199:21 202:10
obviously 22:11	offsets 105:9	54:15 57:8,19	205:19 212:20
40:5 178:1,19	offsetting 71:23	58:20 60:7,9,22	212:20 213:8,12
180:17 216:17	102:11	61:8 62:2,17	214:1 215:11
230:17	<b>oh</b> 38:18 39:18	64:2,7,16,18,23	216:1 217:3,9
occur 199:13	57:16 64:21	67:4,10 68:6,9	218:15,16,22,24
<b>occurred</b> 101:22	83:5 117:25	68:11,15 69:16	219:23 220:21
207:2	124:22 131:4	72:13,24 73:4	221:1,10 225:22
<b>ocd</b> 138:16	135:13 153:8	77:13 78:6,8	226:4,20 227:5
139:19 146:6	171:2 182:14	79:1 81:23	227:18 230:9,15
154:11 179:17	198:17,20	82:22 84:7 85:6	231:6
194:7 227:10	202:14 215:21	86:3,14,16,19	

<b>old</b> 23:17 57:14	73:5,8 78:14,17	opposed 41:2	121:16 138:11
		147:15	
96:1 once 28:11 72:16	82:14 89:1,3 172:23 173:1		139:15 152:14 157:13 159:2
		opposition 192:7	
87:4 127:9	175:19,22	opt 194:2	163:13 167:9
128:21 132:24	176:16,18 187:4	oral 182:22	178:2
154:18 181:24	187:13 191:9	187:25	original 18:5,14
one's 116:8,9	192:3 198:13	order 3:12 22:14	118:4 128:13
ones 72:12 83:15	199:23 201:1,18	22:21 23:5	129:18 132:17
115:25 179:19	201:24 205:21	32:13 35:2 37:6	136:5 151:19
180:21 227:19	222:1	40:8,18,25 45:6	185:15 218:5
ongoing 126:4	operation 213:9	52:22 60:12,13	originally
154:10 157:24	operational	63:12,14,19	180:12 184:4
<b>online</b> 135:18	47:10	65:10 99:13	orthodox 120:3
<b>open</b> 58:5 61:12	operationally	100:16,20	121:17
68:19 88:12	147:16	108:22 112:11	<b>osv</b> 47:21
92:6 118:13	operations 47:12	119:21 121:4	otto 234:2,15
150:3 155:17	189:15 191:8	129:18 136:5	<b>outcome</b> 233:15
158:11 160:15	192:20 194:16	137:25 139:7	234:12
185:12	200:5 204:1	143:6 151:2	outlines 51:7
<b>operate</b> 148:12	212:19 219:7	153:6 156:6	<b>outs</b> 48:24 51:19
operated 71:24	221:16 222:10	175:2 189:13	overcome 40:15
80:13	operator 51:8	192:19 196:3,9	overhead 177:19
operating 1:10	63:20 82:4,4	196:17 197:6	<b>overlap</b> 80:11
1:15,20 2:2,13	154:22	204:23 218:21	96:20 98:6,12
4:17 5:12 8:3,4	operators	219:1,5,6 220:3	overlapped 94:9
8:14,16,16,17	101:22 102:8,12	220:4 227:18,23	162:6
9:9,10,11,19	105:14 193:4	228:16 229:11	overlapping
10:3,10 11:17,19	210:4	231:4,5,21	80:3,5,8 81:1,24
12:13 13:3,13	<b>opinion</b> 36:25	orders 18:5,14	82:2,8 83:2,12
14:10 15:17	215:3	22:16 39:19,22	83:24 84:2,11
16:3 24:20,23	opponents	128:5,9,13,16	85:9,20,24 86:13
25:1,3 27:13,16	197:19	132:9,14,17,20	88:14 94:5,11
28:17 30:12,14	opportunity	136:5 144:7	96:17,25 97:4,4
30:16,18 33:3,5	36:17 39:20	177:1 209:1	97:25 162:1,14
33:17 36:4,6	40:9,19 204:5	orientation	164:12,16
42:10 45:17,21	220:3	71:16,18,21 72:7	166:11 167:11
46:1 50:4,8	<b>oppose</b> 29:16	72:9 109:4	overlooked
58:10,12 62:1	31:11	112:18 120:2	221:3 222:3,12

Page 42 505.843.9241 www.veritext.com

## [overlooking - participate]

overlooking 39:6	202:25 203:10	184:9 187:14	112:1 162:12
39:9	203:25 206:2	oxy's 100:8	166:1,10
overrides 140:6	207:19 208:7,12	102:16 103:21	pages 134:5,19
overriding 70:22	208:22 209:8,14	р	183:16
120:16 122:16	209:19,20,23		paid 219:9
oversight 124:13	210:2,8,18 211:8	<b>p</b> 7:1,1 8:1,1 9:1	<b>paper</b> 62:10
124:15	211:17 213:20	9:1 10:1,1 11:1	152:14 157:13
overview 110:1	214:14 215:13	11:1 12:1,1 22:1	papers 198:23
122:10	216:19 217:6,24	<b>p.a.</b> 10:20 <b>p.m.</b> 232:12	paragraph 38:24
<b>owned</b> 196:10	221:15 222:17	<b>p.m.</b> 232.12 <b>p.o.</b> 7:16 8:7	71:20 72:6
219:8	223:8 224:15	9:14 10:21	109:25 116:15
<b>owner</b> 41:5,8	227:2	<b>package</b> 70:4	116:22,22
42:22,24 43:2	ownership 48:14	93:18 161:16	120:17 122:8,17
59:18 77:9	51:11 55:24	230:11	171:14
101:15,25 102:2	56:16 59:3,10	<b>packet</b> 47:2,3	paragraphs
196:11 218:20	65:20 70:7 72:8	53:4 74:18	117:2
218:23	74:21 87:19	80:21 82:10	parcel 77:25
<b>owners</b> 36:21	90:19 91:21	83:9,10 90:16	parcels 77:25
66:16,24 67:1,6	94:21,23 101:9	99:24 112:2	pardolly 102:17
67:6 81:24 82:7	101:13 109:8	115:14 125:4,5,7	102:20
83:2,3,8,15,21	112:22 120:5	125:12 128:11	pardolly's
94:10 99:18	121:25 124:5	132:15 134:21	102:24
101:19 105:10	138:18 139:21	135:3,5 150:21	<b>parent</b> 48:12
105:13 113:10	159:2 162:17	150:22,24	51:7
113:11 120:14	166:14,18,19	151:12,19	park 11:20
120:17 122:14	193:9 196:19	165:23 171:15	parrot 11:3
122:16 124:8	223:16	179:14 183:15	176:12,13
138:5 139:4,10	owns 29:14	184:1,23	part 43:15 47:1
140:6 142:21	36:23 37:4	packets 53:7	82:12 85:17
143:2,3 157:22	75:24 76:4	55:21	94:9,20 115:3
162:3,13 177:17	157:23 218:23	padilla 10:19,20	123:21 144:8
189:9,11 190:10	oxy 4:1 8:3,13	30:21,22 31:8,16	149:1 175:1
191:6,12,17	11:10 16:17	padillalaw 10:23	189:21 227:22
192:14 194:17	25:5,8 26:13	<b>pads</b> 147:10	partial 24:2
194:21 197:9	99:2,10,13	page 38:24 82:17	partially 80:11
198:8 199:11,15	101:14,21,25	84:14,16 86:24	<b>participate</b> 40:3
200:3,6,8,13,24	102:12 103:7,18	94:23 108:11	40:20 191:13
201:11,19,20	104:9,18 125:1		200:4,7,13 204:6

Page 43 505.843.9241 www.veritext.com

215:7 220:3,4	185:2 187:18	218:9,24 222:7,8	211:24 212:11
participating	188:1 193:9,13	222:9 227:20	212:16,17
41:8	194:1,5 197:3,12	payment 194:1	213:11,18,20
participation	197:17 198:1	198:12 201:5,15	215:12 217:15
190:14 193:19	207:22 217:5	201:16,21	217:16 218:22
194:9 196:6	220:3 230:16	203:16 205:2,14	218:23,24
198:12 199:6,13	231:22 233:11	205:17,20 209:5	219:21 220:5,18
201:10 203:10	233:14 234:8,11	211:1,18 215:20	221:15,18
203:20 205:16	partners 4:7 8:5	<b>pc</b> 9:4	222:18 223:8,24
205:20 206:15	9:10 10:2 12:12	<b>pdf</b> 82:18 84:16	224:7,9,14,16
206:22 207:4,19	14:3 15:3 27:18	162:12 166:1	226:25 227:3,16
208:21 209:8,25	54:7,9 61:19,21	205:7,10	229:16 230:4
210:1 215:19	69:4,7	penalty 37:6	231:13
219:20 223:14	<b>party</b> 24:20	39:25 177:19	percentage 77:9
particular 77:12	35:12 41:12	<b>people</b> 86:2	207:9 218:5,6,7
93:19 95:22	59:20 94:24	110:25 136:6,7	218:8
116:1	98:9 158:2,5	154:13 180:12	percentages 87:4
particularly	162:20,21 163:6	185:14,15 187:6	87:10,15,24
112:4	166:15,20	197:13 206:17	196:19 197:22
parties 23:16	167:19 169:8,9	215:7 221:20	<b>percy</b> 46:1,19
25:18 27:25	175:11 208:2	229:4,15,17	51:1
33:16 41:22	<b>paseo</b> 10:13	230:7	<b>period</b> 200:19
55:25 56:8,16,17	<b>paula</b> 12:14	peralta 10:13	220:1,2
59:11 62:7	45:19 50:6	percent 29:14	permian 2:23
65:21 67:18,23	126:24 127:15	66:17,21 67:7	8:15 19:11,18
68:10 70:8,10,17	132:1	76:13 84:6 85:4	150:13,15
74:22 75:5 81:9	<b>pay</b> 189:14	87:9,9 101:16	155:23 156:1
86:6 90:20 91:3	191:13,19,22,24	104:24 160:6	176:4,9
105:20 110:1,2,5	192:19 193:13	189:6,10,14	<b>permit</b> 100:15
129:25 135:1	200:14,22 204:1	191:16 192:20	permitted 37:15
159:15,21	208:2 213:15	193:7,8,9,13,22	104:10,25
160:17 161:4	218:21 219:15	194:5,10,17,21	perpendicular
162:8 177:11,12	221:15 222:4	195:2 196:13,20	97:9
177:14 178:8	227:16,18,20	196:23 197:4,8	person 23:5
179:9,22,23	229:16 230:20	197:15,23 198:8	70:22
180:9,16,19	paying 191:17	200:17,21,25	<b>person's</b> 85:18
181:1,2 184:10	192:10,14	203:3 204:7	86:11
184:15,22,24	196:12 204:10	207:14 208:8	

#### [persons - points]

persons 26:7	<b>ph</b> 44:18 46:20	<b>pi</b> 170:24 171:3	58:17 78:1 79:1
27:22 28:12	46:23 47:2,18	pi 170.24 171.3 pick 32:8	83:6 107:22
30:24 33:10,14	48:2,17,23 51:2	pick 52.8	112:3 124:3
36:12 45:23	51:13 59:8,12	<b>picture</b> 97:11	132:6 135:13
49:21 50:10	102:17,20,25	<b>piece</b> 62:10	132.0 133.13
49.21 50.10 53:22 54:21	119:12 152:13	pinch 48:24	156:4 171:23
		51:19	130.4 171.25
58:1,14 61:9,23	157:12,22 160:5		
63:7 65:7 69:9 72:17 77:21	190:3	<b>place</b> 68:1 125:6	pleases 107:23
	<b>phase</b> 189:10	198:14 199:5	<b>plenty</b> 23:3
78:19 85:20	191:6,11,12,12	202:20	53:18
88:9 89:5 92:2	191:13,16,17,19	placement	<b>plus</b> 66:22
93:8 98:19	191:25 192:1,10	148:23	191:15 200:16
99:10 107:21	192:14,15	plain 189:16	200:20,25
111:3,16 117:14	194:20 196:20	192:22,24	212:15 213:18
118:25 127:23	196:24 198:8,25	plan 75:20,22	213:20
129:15,20 130:9	199:1,5,6,9,11	76:12,14 78:24	pmvance 12:18
132:5 137:4	199:12,14,19	114:18 116:1,2	point 11:20 28:1
149:25 150:17	200:3,6,8,12,12	132:24 194:16	31:10 38:19
155:14 156:3	200:12,13,17	227:6,9 228:3,4	44:24 62:15
164:22 165:13	201:10 202:11	228:7 229:5,6,7	131:11 136:3
171:8 180:11,23	202:12,17,19,23	planning 29:15	142:14 143:23
181:24 189:13	202:25 203:2,11	31:4 33:18 76:3	169:4 171:7
192:18 227:15	203:25 209:25	plans 5:9 29:13	173:16 177:12
227:17	211:17 213:1,1	42:1 77:6 79:12	178:6 179:10
pertains 37:12	213:13 214:13	178:3	195:14 201:4
<b>peryam</b> 137:21	219:20 224:15	plat 55:24 56:15	202:8 204:17
140:8	227:2,5,6	59:10 65:20	205:15 207:7
<b>peryam's</b> 138:22	phased 210:5	70:7 74:21 81:1	208:10,20
139:25	phasing 228:5	90:19 101:11	210:10 213:25
petroleum 4:21	<b>philip</b> 6:6 187:23	102:11	214:8 218:3
5:1 10:3 12:2	phillips 9:9	<b>plats</b> 177:9	226:23 227:24
15:10 17:3,10	10:10 29:6,8,10	<b>play</b> 230:21	228:23 229:9,13
73:1,3 100:11	29:13 73:5	playbook 231:1	pointed 91:15
102:21 104:1,1,3	<b>phone</b> 44:19	<b>players</b> 197:18	154:18 205:23
107:10,14 108:7	102:3 110:3	pleading 187:18	208:25
108:13,21	160:8	please 22:8	pointing 152:5
111:11,14,25	<b>phrase</b> 146:11	23:23 32:12	<b>points</b> 101:7
112:10		33:23 46:5	116:15,19

Page 45 505.843.9241 www.veritext.com

147:11 162:8	167:20 177:11	possibilities	37:14 38:4
198:5 200:23	177:12 178:8	230:23	175:2 177:7
201:14	179:22,23 180:8	possibility	preliminary
police 210:14,21	180:12,16 181:3	117:23 230:13	150:20 198:4
<b>policy</b> 191:1	<b>pooling</b> 1:11,21	possible 42:4	premature
222:21	2:3,9,14,19,24	87:5 175:4	159:25 229:12
<b>pool</b> 1:15 4:12	3:3,8,16,20 4:8	193:19 210:17	premise 191:4
41:4 42:21,22	4:13,18,22 5:2	216:19 230:6	prepackaged
46:8,10,10 50:15	13:4,14 16:18	possibly 26:16	228:15
50:16,16,17	21:11 37:2,3,6	142:8,16 187:22	prepared 34:12
54:24 59:4	37:11,22,25	<b>postal</b> 185:24	105:8 151:25
63:10 69:18	42:13 46:18	potential 109:17	195:15 224:12
73:17,23 74:4,12	50:25 52:22	113:6 120:10	234:3
79:5,9,16,22	65:10 85:24	122:5 138:25	preparing 29:11
80:6,17 83:4	94:15 95:8	143:3	31:1
89:9,14,21 90:3	98:13 99:17	potentially	present 62:15
90:10 93:12,19	100:3,4 108:24	149:18 194:24	91:16 107:24
98:15 101:8,8,15	112:13 119:22	<b>power</b> 210:14,22	115:23
102:1 105:20	121:6 138:4	practicalities	presentation
119:24 121:7	139:10 144:11	173:24	119:3 220:9
151:21 154:2,4,4	146:8 148:4	<b>pre</b> 100:1	presented
154:4,5,9 156:11	149:2 150:5	precaution	114:19 215:20
157:16 158:3,5,7	151:2 155:7	143:1	216:24 223:14
159:15,21,25	156:7 157:16,18	precedents	presenting 119:9
160:17 161:12	158:2,5 177:1	209:12	preserving 96:12
162:20 165:16	178:21 179:4	precisely 187:16	president 47:13
169:9 177:4	210:22	190:25	47:20,22
<b>pooled</b> 37:13,18	popular 30:2	<b>prefer</b> 26:19	presumption
38:2,6 41:3 56:8	portion 47:3	31:19 34:18	66:25 130:4
56:16 59:11	86:13	preferable 32:10	189:18
63:14 65:21	position 26:14	preference 28:2	pretty 41:25
70:8,18 74:22	192:13 203:23	222:20	181:14,19
75:5 81:9 83:16	203:25 204:13	preferred 72:7	197:18
90:20 91:3	204:15	103:8 157:13	prevent 105:5
105:11 124:9	positioned	158:21	110:9 113:16
137:14 153:14	121:18	<b>prefix</b> 121:11	121:2 123:2
162:21 163:7	positive 216:9	prehearing 21:5	140:12
166:16,21		32:13 35:2	

# [prevention - proposed]

prevention	problems 22:18	product 154:9	proportionate
110:9 113:16	procedure 41:11	production 3:2,7	191:14 200:14
121:1 123:1	41:12	3:11 8:2 12:4	proposal 48:15
140:11	proceed 46:5	17:17 18:3,12	52:16 55:25
previous 51:6	50:11 54:22	19:3 27:8 29:1	70:8 74:22
161:25	58:15 63:8 65:8	59:19 100:16	90:20 95:1,5
previously 22:13	69:10,12 73:14	104:16,21	101:19 106:18
46:21,23 100:9	79:2 89:6 93:9	118:18,22	109:9 112:23
103:22 108:4	99:11 107:22	126:23 127:17	120:6 121:25
111:22 119:17	111:17 127:24	131:24 132:3	151:24 156:24
137:14,18	128:2 132:6	136:23 137:2	162:22 166:22
151:14 152:8	137:5 150:18	153:15 202:18	173:11 174:2
156:20 157:5	156:4 161:5	206:7 220:11	177:17 189:22
primarily	165:14	223:2	proposals 31:4
225:11	proceeding 6:7	productive	31:16 106:8
primary 154:9	42:24,25 232:13	71:18	138:19 139:22
203:22	234:4	professional	173:8,19
<b>prime</b> 95:18	proceedings	108:9	proposed 46:16
103:16 163:16	24:8 233:3,4,6,8	professional's	50:23 52:13,15
167:14 182:16	234:6	55:23 70:6	52:20 94:7
<b>prior</b> 39:12	process 38:5	74:20 80:24	95:16 99:18,20
53:13 91:16	52:23 114:14	90:18	100:25 101:12
95:19 96:21	138:16 139:19	progress 23:19	104:23 105:3
144:7 165:20	142:2 143:19	198:17	161:21,22 162:4
182:12 209:1	144:16 146:1,9	project 5:14	162:6,14 163:4
211:11 219:4	146:10,22	190:19	163:13 166:6,7
233:5	148:25 149:1,6	projects 47:14	167:9 169:12
<b>private</b> 226:16	153:13 159:6,8	promoting 191:1	179:16 198:11
probably 23:18	188:2 197:2	<b>promptly</b> 128:22	198:13 199:4,4
45:1 76:7 114:5	225:7 229:2,25	132:25	199:10,20
116:5	230:15 231:8	pronouncing	201:12,18 205:1
problem 28:6	processing	71:7	206:9,19 207:6
53:19 63:25	145:25	<b>proper</b> 143:19	207:15,20
64:1 87:12	<b>produce</b> 190:19	properly 71:22	208:23 209:3,4,9
125:18 168:8	191:2 192:11	220:10	209:21,23 210:3
169:22,23,24	produced 76:19	property 39:7	211:3,8,18 213:7
193:10	producing 102:7	proportion	215:13 218:12
		206:7	230:1

Page 47 505.843.9241 www.veritext.com

## [proposes - questions]

proposes 65:14	<b>provides</b> 59:9,12	148:1,13 161:10	222:25
proposing 29:14	65:19,22 93:18	165:22	purposes 194:13
97:8 190:18,22	93:24 94:1,10,17	<b>public</b> 6:9 57:3	194:13 209:17
proprietary	95:7,12,19	133:21 169:14	pursuant 102:13
202:15,16	109:19 110:1	179:14 222:21	<b>pursue</b> 106:9
protect 31:9	113:8 120:12	233:19	<b>pursuing</b> 146:21
105:4 209:13,22	122:10,12 139:2	publication 13:9	<b>push</b> 197:22
210:17 211:6	140:3 161:16,19	13:19 16:24	<b>put</b> 22:14 64:5
protected 105:5	161:21,22	18:8,17 49:5	119:3 170:6
147:23 209:19	162:16 163:5,11	51:25 64:10	202:9 203:6
protection	163:19 166:6	75:6 81:10 91:4	225:8
103:10 110:8	167:6	105:18,22	putting 41:18
113:15 120:25	providing 95:24	109:20 113:9	164:15 203:5,17
122:25 140:10	136:9 147:23	120:13,19,22	q
protesting 35:13	163:24 166:19	122:13,19,21	qualifications
provide 22:19	167:18	126:15 133:4	47:5,6,25
23:3,22 60:22	provision 170:6	134:3,24 139:3	<b>qualified</b> 102:23
75:22 76:11	171:22 196:10	140:4 157:2	233:7
77:14 95:13	196:21 198:13	179:18 183:16	<b>qualifies</b> 154:22
116:14,15,19	199:25 200:1,2	183:22	<b>quarter</b> 141:14
146:6 149:4	200:11,25 201:4	published 21:10	question 38:20
163:3 170:5,12	201:5,7,15,16,17	49:6 51:25	38:25 57:9
190:20 197:14	201:21,23 202:2	56:10 66:3	66:12 67:15
199:23 220:22	202:7 203:8,8,17	70:19 109:21	85:5 114:18,24
230:7	204:2,4,11 205:2	113:10 129:3	115:10 123:24
provided 22:22	205:14,17,20	133:5 139:4	130:7 144:19
22:25 44:18	207:17 211:1,19	140:5 152:2	146:24 158:19
46:17,25 50:24	212:9 213:24	178:18,20	180:6,9 211:23
61:2,3 95:25	214:8,10,16	<b>pull</b> 36:20 119:8	215:25 226:22
102:12 105:8	215:20 218:19	142:1 147:17	questions 49:7
106:24 113:11	219:6 221:6,25	148:2 161:8	49:14,15,18 52:2
128:11 132:15	provisions 37:6	<b>pulling</b> 134:18	49:14,15,18 52:2 52:9,10 57:1
163:16,25 164:1	201:25 209:5	<b>purple</b> 151:4,21	59:23 60:5
165:23 167:19	222:23 224:3	154:2,7,9,12,20	66:12 68:4 71:5
190:8	proximity 55:15	156:10	72:14 75:15
providence	65:15 106:11	purpose 1:7	76:23 81:18
124:5,12,16	121:18,22	204:17 209:15	91:12,14 92:1
125:22	142:16 147:6,9	211:2 217:11	71.12,14 72.1

Page 48 505.843.9241 www.veritext.com

06 10 10 10	• • • • • • •	011001004	170.10
96:10,12,18	raised 38:4	211:9 213:3,4	178:12
98:18 105:24	198:6	220:5	received 56:18
106:4,6 110:17	<b>raises</b> 214:10	reading 187:17	70:21,23 83:8
110:20,22	raising 194:25	ready 186:20,21	120:15 122:15
113:24 114:4	<b>ran</b> 144:23	real 43:4 60:12	128:21 132:23
123:9,12 125:14	148:13	136:3 226:21	162:9 169:6,7
126:8 129:5,13	random 32:8	reality 41:10	174:4 178:11,14
133:7,16 140:19	<b>range</b> 46:14	42:19	178:17,19
140:22 145:5	50:21 55:2	<b>realize</b> 104:13	<b>receives</b> 128:21
149:15,18,19	58:25 63:18	<b>really</b> 38:10	<b>recess</b> 186:14
150:25 152:19	64:3,4,4,4 65:13	39:13,23 43:10	recognize 39:11
152:25 159:13	69:22 73:21	46:3 64:11 86:1	173:23 217:1
160:12 164:9,11	79:7 89:11,17,25	86:17 87:6	recognized 39:9
164:13 168:6	90:6,14 99:16	96:24 127:2	102:20 193:1
179:9 181:6,13	108:1 111:20	145:8 191:23	recollection
188:21 195:8,10	119:10 137:9	192:6 193:7,18	220:1
195:12,13	151:6,7 156:9	193:25 194:12	<b>record</b> 36:21,23
211:21 214:19	rankin 11:11	196:21 214:10	37:3,7,10,25
214:21 224:22	99:3,3,7,12	216:3 221:3,18	38:8 39:10 41:4
224:25 225:23	102:24 104:7	222:11 228:8	41:8 42:1,22
226:2 229:20	106:8,14,16,22	229:24	43:2 48:4 49:9
231:21	107:6	<b>reason</b> 71:17	49:23 51:3 52:4
questoffice.net	<b>rarely</b> 215:5	72:9 80:16	53:24 56:21
10:23	<b>rates</b> 177:19	115:2 118:11	58:4,5 61:11,12
<b>quiet</b> 37:20	ratification	125:10 129:21	68:18,19 70:25
127:2	192:17 193:7	130:5,20 141:15	72:19 75:9
<b>quite</b> 62:8 115:4	194:15 196:13	141:17 193:16	77:23 81:12
179:25 180:4	ratifying 223:9	196:15,17	88:11,12 91:6
190:17	rationale 152:14	reasonable	92:4,6,15 98:20
<b>quote</b> 23:13	<b>reach</b> 101:25	206:3,17	105:25 107:2
189:12 192:18	147:15 157:25	reasons 72:8	108:20 110:13
r	157:25 160:1	195:6 203:22	111:5,24 112:9
<b>r</b> 7:1 8:1 9:1 10:1	215:18	<b>rebut</b> 220:22	113:20 117:16
11:1 12:1 22:1	reached 53:11	<b>receipt</b> 164:1	118:12 119:15
63:12,14	98:13 129:25	receipts 56:18	119:19 123:5
raise 40:23	read 26:11 84:24	59:18,18 66:1	126:10 129:7
	87:8 96:25	receive 38:7	130:11 133:9
	204:2 207:11	132:24 135:1	137:20,23

Page 49 505.843.9241 www.veritext.com

140 15 150 2 2	6 • 60 10		4 1 20 22
140:15 150:2,3	referring 60:19	<b>relative</b> 206:8,9	requested 38:23
151:16 152:18	67:12 75:18	220:12,13	85:13 177:19
155:16,17	84:14 212:13	233:13 234:10	184:19 196:17
156:22 157:7	<b>refers</b> 168:15	<b>relied</b> 169:17	211:12 224:18
158:11 160:14	207:9 227:15	<b>relies</b> 60:13	requesting 128:8
160:15 164:24	<b>refile</b> 64:24	<b>relying</b> 214:11	132:12 138:13
171:20 182:2	134:22	228:21	146:4
185:11,12	<b>refiled</b> 184:1	remainder	requests 120:20
186:18 233:9	<b>reflect</b> 103:14	204:14,16	122:20
234:5	124:21	remaining	<b>require</b> 153:13
recorded 233:6	reflecting 101:6	162:21 190:19	required 100:4
recording 233:8	103:25 105:8,15	202:20 207:12	105:21 153:22
234:4	105:19	208:14	189:14 190:2,5
recoverable	reflects 87:23	<b>remains</b> 163:6	191:22 192:19
202:20	<b>refuse</b> 202:24	166:20 167:19	193:13 197:14
recovery 5:14	<b>refused</b> 202:21	remediation 5:8	202:3 205:18
190:19 191:2	<b>refuses</b> 201:3	remember 23:24	206:25 208:2,8
223:3	regard 85:8	141:25 179:21	218:21 227:16
<b>red</b> 94:2 95:20	115:7 124:12	remote 6:7	227:18
153:7,10,11	143:3 193:5	remove 39:2	requirement
163:21 167:14	regarding	153:11 158:1,5	193:7,14,15
199:18	117:22 123:10	<b>reopen</b> 186:10	194:19 196:24
<b>reduce</b> 100:17	177:2 183:18	<b>repeat</b> 60:11	206:12 219:24
103:11 105:4	190:9 222:25	reply 188:11	223:25 224:8,14
<b>reduced</b> 233:6	regardless	220:22	226:25
reducing 104:15	125:13 178:18	reported 6:9	requirements
reduction	regulatory	reporter 22:7	31:18 109:5
104:14,24	204:20 208:20	78:7,9 127:22	112:19 138:12
<b>refer</b> 208:11	<b>reject</b> 211:14	145:17 186:20	139:16 141:17
<b>referee</b> 188:22	rejected 223:12	186:21	<b>requires</b> 100:21
reference 152:11	related 55:24	representing	189:12 192:17
referenced	70:6 80:24	172:15	research 157:24
157:10 207:16	90:18 104:25	request 22:19	<b>reserve</b> 188:11
references	150:5 163:3	42:2 62:14 66:6	<b>reserves</b> 190:19
221:14	186:23 233:11	118:1 146:19	191:3 192:12
referred 52:13	234:7	184:16 195:6	223:2
161:15	relationship	224:19	resources 1:2
	48:11,11 51:7		7:3,5 8:15 10:18

Page 50 505.843.9241 www.veritext.com

## [resources - rodriguez]

11.0.00.00	147 00 100 7	150 16 150 0	1 < 0 10 25
11:2 30:20	147:20 190:7	152:16 153:3	168:10,25
176:2,11,14	resulted 39:19	155:8,18 160:16	169:19 170:11
197:2	40:18	160:17 179:1	171:6,18 172:7
respect 193:5	results 192:25	revisions 68:20	172:10 173:21
223:5 224:5	230:6,6	150:23,25	174:11,15,21,24
respectfully	<b>resume</b> 48:13,19	<b>rice</b> 151:13	175:4,9,17 179:9
120:20 128:8	51:10,15 102:19	156:19	181:23 182:19
132:12	103:25 108:11	<b>rid</b> 205:12	184:17 185:7
respective 47:7	112:2	<b>ride</b> 31:12	188:5,24 195:25
129:4	resumes 46:25	<b>right</b> 23:13	197:7,16 198:21
respond 43:21	47:4	25:15 26:4 27:5	205:3,14 216:8
45:4	retained 13:10	28:7,15,22,23	216:11,23 218:4
respondents	13:20 14:7,14,21	29:5,22,25 30:8	218:19 219:3,14
187:10,11	15:7,14,21 16:7	31:22 32:4,16	225:17 227:9,11
189:20,24	16:14,25 17:7,14	33:2 35:5,9,11	229:14 230:19
190:11,21,22	17:22 18:9,18	36:13 43:12	231:20
191:5 192:13,23	19:8,15,22 20:7	44:13 45:7,11,14	rights 31:10 38:5
193:6,17,24	20:14 21:13	45:15 47:22	42:10 96:12
194:8,24 201:10	returned 70:21	53:22 62:20,25	103:11 105:6
231:25	109:22	64:17,23 65:6	110:9 113:16
responding	revealing 218:19	67:2 68:6 69:2	121:1 123:1
214:25 219:18	<b>revenue</b> 190:20	78:10 84:4,24	140:11 147:23
response 36:15	200:7	85:2 87:25 88:2	209:13,18,22
45:4 194:25	revenues 200:4	88:22 92:12	210:18 211:7
199:17 208:1	<b>review</b> 103:2	97:6,8 98:3,17	<b>rio</b> 5:9
212:7	108:12 231:20	106:13,14	<b>rise</b> 217:20
responsible	reviewed 143:4	107:15,20	<b>risk</b> 31:23 39:25
191:6 204:10	148:25	114:14 116:11	41:7 69:15
<b>rest</b> 232:5	<b>reviews</b> 100:12	116:12 117:13	river 74:2,9,16
restricted 145:2	102:25 104:7	117:14 118:7,16	riveting 112:4
148:15	<b>revise</b> 156:16,16	119:5,7 126:7,20	<b>road</b> 217:21
restrictions	171:23	127:18,25	<b>rock</b> 4:16 8:14
137:12,13,16	revised 23:2	131:22 135:3,18	8:16 11:17,19
restricts 210:14	61:13 87:14,22	136:14,20 148:6	28:16 30:12,14
resubmit 158:6	88:13 91:24	148:10 149:24	31:18
<b>result</b> 40:25	92:7 126:13	150:12 153:1	rockford 171:2
103:10 104:9,17	149:4 150:20,22	155:14 159:22	rodriguez 11:18
104:20,23	150:24 151:12	160:3,12 164:21	31:16,17
,		, ,	, ,

Page 51 505.843.9241 www.veritext.com

[role - se]

<b>role</b> 226:5	165:18,19	227:1	savings 104:8,18
<b>roll</b> 30:1	166:13,18 167:8	satisfies 196:24	104:21
royalty 70:22	167:8	satisfy 197:3	<b>saw</b> 161:24
120:16 122:16	sage 151:4,21	211:14 224:13	saying 39:17
225:16	154:2,7,9,12,20	savage 12:5 44:9	53:9 85:22
<b>rule</b> 203:3	156:11	44:10,15,17 45:3	148:19 149:6
<b>rules</b> 41:11	salvage 107:16	45:9,13,14 92:25	212:22,23,25
102:13 109:6	salvidrez 7:4	93:1,6 96:10,11	219:13 220:15
112:20 138:13	135:17	107:11,13,18,23	228:15 229:4,24
139:16 142:13	<b>sample</b> 48:14	108:17 110:24	231:13
153:12 154:25	49:3 51:11,22	111:1,9,12,12,18	says 41:11 60:15
<b>ruling</b> 189:6	101:18 128:25	114:5,10,17	86:25 123:18
195:2 196:18	133:2 134:1	115:5,11,13,15	124:16 154:9,18
223:24 224:9	151:24 156:24	115:17,22 116:7	159:5 185:1
226:25 230:8	177:17 183:19	116:11 117:6,10	193:11,21
231:14	<b>san</b> 9:24 46:9,10	117:20 118:1,5	194:14 212:25
<b>run</b> 105:18	50:15,16 63:15	118:10,15,19,21	218:20 219:14
126:4	65:11	119:1,4,7 123:14	219:19 221:19
<b>running</b> 192:1,4	<b>sand</b> 95:21	123:15,20 124:2	222:1
<b>ryan</b> 108:3 112:1	109:14,15 113:3	124:11,18,25	scarecrow 93:16
S	113:5 163:22	125:7,15,16,23	scary 228:8
<b>s</b> 7:1 8:1 9:1 10:1	<b>sands</b> 163:18	126:2,18 136:24	scheduled 22:13
11:1 12:1 13:1	167:15	136:25 137:6	scheduling 22:13
14:1 15:1 16:1	santa 6:8 7:8 8:8	140:24 141:2,12	schematic
17:1 18:1 19:1	8:22 9:6,15 10:7	141:20,24	152:11 157:9
20:1 21:1 22:1	10:14,22 11:6,14	142:11,25	schill 12:6 44:11
29:11 55:1,2,18	12:8,17 25:7	143:18,22 144:1	93:1 107:14
55:18 58:25	27:15 44:11	144:5,12,19,23	111:13 118:22
79:19,24,24 80:4	45:20 50:7	145:5,9,16,18,23	137:1 175:15
80:14 84:11,23	92:21 93:1 99:5	146:2,14,18	<b>scope</b> 189:5
87:1 89:24 90:5	107:13 111:13	147:7 148:2,6,10	screen 209:15
90:13,13 93:14	118:21 126:24	148:21 149:7,12	215:16 221:5,7
94:18 95:14	127:16 132:2	149:21,23	scroll 123:22
108:23 137:8,8	161:1 165:9	150:10 172:18	183:20
137:11 138:4,4	172:25 175:15	172:19 175:14	scrolled 125:5
147:13,13,17	176:1,8 187:2	175:14	125:12
161:12,13	satisfied 194:15	save 100:17	se 73:20,25
,	194:19 219:20		75:19 138:2

#### Page 52 505.843.9241

139:9 141:9	167:14 178:3	212:11 215:15	self 46:18 48:8
second 41:4	189:7,11 191:8	216:6 220:4	48:18 49:2
74:25 80:14	191:11 194:14	221:7,7	50:25 51:4,14,21
109:14 113:3	200:1 203:15	seeing 23:15	93:22 95:10
128:1 163:18	204:14 207:1	27:22 133:21	100:7,12 102:15
178:15 192:16	211:15 219:4	seek 73:17 79:22	103:13,20,23
202:8 207:7	222:25 227:1	89:9 94:13,24	128:24 133:1
213:17 217:16	sections 37:16	162:19 169:8	151:17 156:19
218:19 221:23	59:14 75:1 79:6	195:1 211:13	157:3,7 166:2
secondary 191:2	79:12,19 80:4	seeking 63:10	183:17
223:3	81:5 89:10 90:6	73:23 74:12	<b>send</b> 32:12 66:2
section 46:13,13	90:24 93:14	79:9,16 80:16	135:11,15,16
48:21,22 50:20	95:15 99:16	83:4 89:21 90:3	169:14 173:7
50:20 51:17,17	107:25 111:19	90:10 100:18,22	sending 53:5
55:2,9,10,13,14	119:10,22 121:5	101:14 102:1,5	senior 47:20,22
55:18,19 56:5	137:8,14,15	105:20 124:8	<b>sense</b> 67:23
58:25 59:13	141:4 156:8	149:10 158:3	117:9,11 188:12
63:18 65:13,23	177:3	177:4 189:6	228:20
69:21 70:1,3,13	securing 206:19	195:2 226:22,24	sensing 159:19
73:20,20 74:1,1	<b>see</b> 26:7 64:7	seeks 36:20 46:8	sent 23:15,16
74:7,8,15,15	80:25 82:15	46:15 50:14,22	24:3 31:4 52:16
75:19 77:16,16	83:18 87:13	54:24 59:4	53:7,12 56:8
79:25 80:14	88:4 94:6,24	65:10 69:18	66:2 70:17 75:5
83:24 84:1,12	97:14,18,21,25	74:4 79:4 80:5	81:9 82:18,25
89:17,24 90:13	101:13 125:13	89:14 93:12	91:3 95:5
95:18 97:22,24	133:19,20	99:13 108:22	101:19 105:13
103:15,15,17	134:10,19 135:4	112:11 119:20	109:21 113:10
108:24 109:16	153:15 156:25	121:4 128:5	139:4 140:5
112:13,13 113:5	162:9,11,12,18	132:9 137:24	162:2,9,23
114:7 117:10	166:9,17 173:18	139:6 151:1	171:23 174:1
121:20 137:9,11	177:24 181:11	156:6 161:12	sentence 60:24
138:1,3 139:8,10	183:20 184:8	165:16 166:15	60:25 203:15
141:1,14 147:15	186:16 187:7	177:1 198:14	207:11
148:15 151:5,6	198:15 199:3,20	203:12 207:4	separate 127:19
152:12 157:11	201:16 203:8	seen 223:11	206:10
161:13,13	205:2,4,5,6,10	selected 200:3	separately 82:6
163:16,19,20	205:11 207:11	202:23 203:2	98:12 107:17,18
165:18,19	207:23 208:14	211:17	196:10 219:8

ters 505.843.9241 www.veritext.com

```
[separating - sorry]
```

separating 55:18	severances 101:9	<b>shows</b> 56:9	104:10,15 125:1
121:20	shane 65:18	124:7 151:20	203:14 204:23
september 57:3	<b>shanor</b> 9:13 10:5	154:22 161:23	203.14 204.23
57:7 95:3	27:16 36:6	163:13,17	sir 41:19 82:11
132:23 180:8	58:12 63:4 69:6	178:13,13,23	115:10 149:23
		178.15,15,25	165:3 181:4
<b>series</b> 196:2 <b>serious</b> 63:25	73:3 78:16 89:3		184:20
64:1	187:3	sic 69:22	situation 43:8
	share 191:14	side 94:3	
serpentine 138:7	198:14,17 200:4	sierra 69:24	173:24
138:8,9,9 139:13	200:14 204:8	sig 161:5,15	six 99:21 103:19
139:14	213:10,11,17	162:25 163:1	202:18 219:25
service 100:15	221:5,24 222:4	sign 202:6	skills 127:9
116:13 185:24	shawn 111:21	206:17 214:6	233:10 234:6
set 25:23 27:3	shift 92:12	signature 233:18	skin 53:20
28:2,13 30:1,10	shiny 22:6	234:14	skipped 28:23
31:19 34:1,10	shooting 116:24	signed 36:22	slapping 229:4
40:11,15 42:3	155:4 174:13	77:11 96:1	slew 174:25,25
43:9,11 44:1	<b>short</b> 41:25 42:4	225:4	187:6
45:2,12 87:19	92:13 150:22	significant	<b>slips</b> 178:7
173:9,18 174:10	215:2	189:21 190:15	slowly 22:8
174:16,21,25	shorttail 42:14	221:24	58:18
178:15 189:7	shouting 127:5	silence 210:7	<b>small</b> 157:23
190:3 224:2	<b>show</b> 37:1 85:14	<b>silly</b> 181:9	160:6 197:13
226:25	109:16 138:24	silverback 9:19	smarter 213:7
setback 109:5	152:1 170:23	61:25 62:3	<b>soft</b> 99:7
112:19 138:12	178:16 202:13	similar 51:6	solution 170:3
139:16	215:6	101:22 102:7,9	<b>solve</b> 171:7
setbacks 151:21	<b>showed</b> 113:5	<b>simple</b> 87:18	somebody
sets 56:6 70:16	215:12	simpler 86:5	159:16 217:19
75:4 81:8 91:2	<b>showing</b> 120:10	<b>simply</b> 41:11	228:8
177:10	122:4 138:20	60:18 86:9	song's 190:3
setting 31:13	139:23 163:20	164:15 169:9	<b>soon</b> 29:19
32:6	166:9 185:22	173:24 183:25	<b>sorry</b> 28:23 31:3
settled 39:8	227:1	185:22 202:4	32:9 47:17 53:6
seven 121:9,14	<b>shown</b> 59:11,19	210:1 211:15	60:24 83:4 84:2
severance 59:4	65:21 66:24	219:13	94:20 98:14
60:16,20,21 61:4	94:2 158:2	<b>single</b> 100:18	114:22 117:25
81:21	167:10 194:20	101:15,25	124:1,2 125:17

Page 54 505.843.9241 www.veritext.com

	151:3,5,7 156:8	75:1 78:22 79:5	106:19 108:22
southwest 148:9	149:11 150:6	73:18,24 74:5,13	93:12 106:9,12
148:8	147:1,5 149:9,9	spring 58:22,23	89:15,23 90:4,12
southeast 47:14	146:16,17,25	190:17	79:11,18,23
177:3	145:15,20,22	spreadsheets	73:19,24 74:6,13
161:13 165:19	142:19 145:11	186:1	65:12,19 69:20
151:6,7 156:9	141:10 142:12	178:23 185:1,22	59:9 63:16
139:15 147:11	138:1,14 139:8	21:12 134:15	54:25 58:24
137:9 138:12	119:21 121:5,21	spreadsheet	46:11 50:18
120:2 121:17	108:23 112:12	<b>spread</b> 199:20	standard 4:2
111:20 119:10	106:19,20	<b>spoke</b> 173:6	173:19
99:16,23 108:1	105:3 106:10,13	<b>split</b> 161:7	158:22 159:1,6
90:6,13 93:15	103:14 104:10	<b>spin</b> 40:5	138:11 139:15
79:6 89:11,17,24	103:1,5,7,8,10	155:25	97:15 113:24
69:22 73:21	101:17 102:14	sperling 7:15	<b>stand</b> 71:24
64:4 65:13	100:23 101:4,12	<b>spent</b> 200:9	stage 116:6
58:25 63:18	100:3,13,18,21	191:15 200:16	stacking 117:13
50:16,21 55:2	99:15,19,20	spending 155:3	st 7:7 9:5
<b>south</b> 7:7 46:14	97:25 98:9	specifics 76:11	squirrely 219:19
155:5 170:22	95:14 97:4,16,21	94:7 97:3	squarely 215:15
135:23 141:20	94:2,5,7,8,12	73:22 89:13	204:15
34:23 45:9	90:5,12 93:13	specifically	<b>square</b> 204:13
<b>sounds</b> 23:13	88:15 89:16,23	148:23	69:18 71:17,23
<b>sought</b> 166:4	85:9,21,24 86:13	<b>specific</b> 114:23	61:18,21 69:3,6
230:22	83:2,12 84:11	187:22	54:6,9,22,24
228:15 229:10	81:2 82:1,5,8	special 6:6	10:2 14:3 15:3
227:14 228:14	80:3,5,8,9,12	speaking 40:5	<b>spur</b> 4:6 9:10
223:12 226:9	79:18,19,24,25	206:20	166:24 177:4,25
219:10,11 221:3	74:6,14 79:11,13	58:17 99:7	163:1,15,18,22
189:24 196:17	69:20 73:19,25	33:24 44:23,23	161:10 162:1
149:4,5 185:1	63:16 65:12	<b>speak</b> 22:8 25:20	138:5 149:22
86:22 97:9	58:24 60:14	169:6,12	119:23 123:16
41:9 58:17	55:1,4,15,20	166:19 167:7,12	112:14 113:3,4
sort 24:1 33:19	46:15 50:19,22	165:17 166:6,11	109:14,15
212:14 231:11	5:3 29:15 46:12	163:12 164:16	95:21 108:25
156:15 203:24	<b>spacing</b> 2:8 4:23	162:14,18	81:5 93:13
135:13 153:20	103:7 104:15	162:1,4,5,6,14	80:8,14,18,20
130:18 133:10	<b>space</b> 100:17	156:12 161:9,20	79:10,17,23 80:7

Page 55 505.843.9241 www.veritext.com

112:11 115:5	stated 37:9	207:13 208:9,15	stratigraphic
119:21 120:10	209:17 224:20	210:11,12 211:5	48:21 51:17
121:4 122:4	227:4	211:15 216:4	59:5,14 75:1
138:23 140:1	statement 21:5	217:12 218:11	80:18 90:24
142:13,14,19	37:14 38:4	218:14,15 220:6	95:17 152:12
151:3,21 161:9	46:19 48:8,18	220:12 222:13	157:11 163:16
165:17	49:3 51:1,4,14	224:19,21	163:19,20
standup 71:14	51:22 85:17	228:21 229:1	167:13
71:18,21 120:2	86:10 88:14	231:17	street 9:23 12:7
121:16	93:23 95:11	statutory 189:8	stricken 38:14
<b>starred</b> 180:11	100:8,12 101:2	190:24 192:16	<b>strike</b> 37:14
180:21	102:4,16,25	192:21 193:25	structural 56:4
start 24:8,8,13	103:13,20,24	196:22 198:5,10	59:13 70:13
25:16 27:24	108:12 109:25	200:2 201:6	90:24 109:16
33:17,23 35:17	128:25 133:2	203:7 204:16,22	113:5 178:3
41:22 64:12	153:14 154:3	204:24 206:24	structure 48:20
186:24 188:24	163:9 166:2	207:5 208:18	51:16 56:3
started 87:4	167:5 177:7	210:23 211:6,10	59:13 65:23
212:23 216:14	183:17 198:7	214:10,17 215:9	70:12 71:14
231:10	states 71:20,21	216:23 222:21	75:1 81:5 90:23
starting 22:23	191:10 200:11	222:23 226:8,8	95:12 109:13,14
134:18 147:10	statewide 109:5	226:13,19 228:2	113:3,4 152:11
<b>starts</b> 97:22	112:19 138:13	228:14 231:1	157:10 163:11
211:25 213:1	139:16	stay 136:15	167:6 177:23,23
state 1:1 37:10	stating 72:6	<b>steps</b> 231:9	178:2
69:24 70:20	status 24:7 25:22	steward 4:11	<b>stuck</b> 42:20
74:2,9,16 80:12	26:17 43:2,7	9:10 10:2 14:17	199:12 229:22
84:18 109:2,2	44:16,25 45:2,5	63:2,5,10,20	<b>stuff</b> 184:1
112:16,17 115:3	45:12 75:25	65:3,5,10	<b>styled</b> 82:13
138:7 190:21	77:15 105:14,15	<b>stop</b> 63:22	<b>sub</b> 47:1,2 48:9
201:22 210:14	125:21 173:9,15	stopped 64:15	48:19,20 49:8
224:11 226:15	173:18 174:9	<b>story</b> 114:7	51:5,15,16 52:3
226:16,17 230:2	statute 189:16	stranded 76:16	109:13,14
233:20	189:23 192:22	76:21 115:7,7	110:12 113:3,4
state's 210:21	193:11,12,21	117:23 149:18	113:19 123:4
state.nm.us 7:9	197:14 201:8	strategic 47:10	140:14
state.nm.us.	203:9,22 204:12	stratification	subject 32:2
23:25	205:19,22 207:8	189:7	39:19 40:8,18

Page 56 505.843.9241 www.veritext.com

r		I	
200:24 213:20	suite 8:21 9:23	172:4 184:3,3	116:15,16,19
submit 31:1	11:13 12:16	186:15 192:6	147:11 159:21
57:18,21 61:7	152:9 157:8	197:22 205:13	182:20,24
68:7 76:25	<b>sum</b> 210:24	217:14 229:21	185:11 188:11
87:22 143:16	summary 47:8	<b>surface</b> 55:8,12	201:4,7 202:23
150:20 153:6	56:1 70:9 74:23	69:25 100:17,18	213:23 215:22
155:7,18 157:18	90:20 101:24	104:8,14 193:3,8	217:2 223:23
158:11 169:16	112:24 150:22	193:15,20 194:9	228:8
207:1 230:23	151:23,24	194:11 223:15	taken 49:9,23
submittal 77:24	156:23 157:24	surrounded	52:4 53:24
88:12 92:6	163:5 167:3	76:17	56:22 58:4
153:4	<b>sun</b> 105:19	surrounding	59:24 61:11
submitted 38:13	supplement 72:3	71:15	66:7 68:19 71:1
55:21 58:6	supplemental	<b>sw</b> 46:13 55:9,10	72:19 75:10
61:13 70:4	56:11,14,20 58:3	55:13,14 70:2,2	77:23 81:14
74:19 80:22	117:22 130:17	74:7,14 137:8	88:11 91:8 92:5
90:16 101:1	178:22 179:20	138:2,2 139:9,9	96:5 98:21
151:11,20	180:15 181:19	141:1,1,9,10,11	107:2 110:13
156:14,18,19	supplementing	142:15,15,19,20	111:6 113:20
177:6 179:17	142:7	144:20,20	117:17 123:6
180:8,24	<b>support</b> 106:24	147:17 168:10	129:8 130:12
submitting	204:18	168:13,13,15	133:11 140:16
57:12	supported 211:4	<b>sweeney</b> 152:13	150:2 152:18
subparagraph	211:5	157:12	155:16 158:12
166:25	supporting 61:3	sworn 233:5	160:14 164:4,24
<b>subset</b> 208:23	204:21	system 122:9,11	167:24 171:20
216:18	suppose 76:7	t	179:2 182:3
subsidiaries	supposed 56:13	<b>t</b> 13:1 14:1 15:1	233:3,12 234:9
93:2	135:1 231:2	16:1 17:1 18:1	talk 142:3,6
substance	<b>sure</b> 31:9 35:25	19:1 20:1 21:1	143:9 198:4
170:18	38:10 47:21	tab 152:6 157:3	212:10,15
sufficiently	54:17 57:17	212:6	talked 221:25
148:12	61:6 68:2,6	table 99:25	222:24 223:1
suggest 201:6	76:13,18 84:3,6	tacking 31:20	talking 28:1
202:2 203:13	115:4 127:15	take 31:23 69:15	42:11 216:9
204:8	129:23,24	77:1 88:23	217:15,17
suggestions	134:20 135:2,5	92:13 101:7	218:10,11,13
185:9	143:12 153:8		225:17

Page 57 505.843.9241 www.veritext.com

[talks - thing]

	territory 228:12	52:8,12 53:2,16 53:20,21 54:3,4	131:21 132:4,7
	e la	JJ.20,21 J4.J,4	133:15 135:19
(ap 4.100.14,10	testified 46:21	54:5,10,20,23	136:13,20 137:3
11:17,19 28:16	46:24 100:9	56:25 57:8,10,11	137:6 140:21
30:12,14 31:18	103:22 108:4,18	57:23,25 58:13	145:4 149:12,20
taprk.com 11:22	111:22 112:7	58:16,20 60:3	150:10,11,16,19
<b>target</b> 103:4	119:13,17	61:7,16,17 62:24	152:5,22 155:13
163:10	137:18,21	62:25 63:6,9	155:18 156:2,5
targeted 163:17	151:14 152:8	64:25 65:1,9	158:16 159:12
163:21 167:15	156:20 157:5	66:9 67:14,15,16	159:14 160:10
targeting 95:22	testifies 103:6	68:23 69:1,8,11	160:10,21,22
103:18 163:14	105:3	69:16 71:4	161:6 164:8,13
<b>taylor</b> 65:18	<b>testify</b> 103:25	72:13,14,15,16	165:3,12 168:3
<b>tech</b> 108:6	testifying 102:17	72:20,23 73:9,12	172:7,9,16 173:3
technical 6:5	233:5	73:13,15 75:14	174:18,20,23
22:5 44:10	testimony 55:23	77:2 78:4,18	175:23 179:8
107:12 115:25	56:3,6 70:6,11	79:3 81:17 85:4	180:1 181:6,6,19
118:20 136:25	70:16 71:20	85:6,7,8,15	181:21 182:6
187:21	74:21,24 75:3	88:19,20 89:7	183:6,7 186:11
ted 80:20	77:1 80:24 81:3	91:11,17 92:10	186:12,13
tells 231:2	81:7 90:18,22	92:11,14,23 93:6	188:13 189:1,2,4
<b>ten</b> 215:3	91:1 140:24	93:7,11 96:9,14	195:9,15 198:3
tend 228:14	158:20	96:18,20 98:2,3	205:9 211:20
tender 48:1	<b>texas</b> 47:14	98:16,24,25 99:6	214:4,18 215:2
104:3	108:6	99:12 102:24	215:24 221:1
tentatively 32:5	<b>thank</b> 23:24	106:3,7 107:6,8	224:23,24
<b>tenth</b> 101:16	24:19,24 25:5,10	108:17 110:17	225:22,25 226:3
term 201:7	26:9,24 27:12,17	110:19,23,24	226:4 229:23
202:3 207:10	28:4,9,10,24	111:1,9,18	232:2,8,9,10
208:4,11 211:1	29:21,24 30:4,7	113:25 114:1	<b>thanks</b> 31:15
216:5 217:22	30:15 32:14,15	115:10,11,12	57:12 197:24
222:14	34:8,23,25 35:19	117:7,17,20	230:12
terms 31:13	35:20 36:10,19	118:6,14,15,24	<b>thick</b> 53:20
39:21 40:5	40:21 43:20,20	119:7 123:11	thing 125:20
63:11 104:8,8	43:24 44:3,4,5	125:14,15,16,19	136:2 149:17
177:14 180:18	45:10,13,14,22	126:18,18,20	154:7 159:4
terribly 23:1	46:2,7 48:7	127:22 129:12	178:9
	49:13 50:9,12	130:3,6,8,12,15	

things 40:22	229:14,17	204:5 212:18	129:3 133:3,5
60:14 153:4	231:15,18	213:13,16	139:4 140:5
169:5 173:19	<b>thinking</b> 147:18	217:20 222:6,10	152:2,2 157:1,2
187:23 230:17	154:21	230:23	<b>times</b> 144:25
think 25:8 28:2	<b>thinks</b> 43:6	threshold 189:7	227:17
31:9 32:9 34:18	third 58:22	193:22 194:15	tiny 84:23
35:13 37:14,24	74:25 80:7,17	195:3 197:4	<b>title</b> 36:21,23,25
38:9,16 39:5	95:21 109:15	206:11,12,21,25	37:3,7,20,25
41:24 42:4 45:5	113:4 162:25	209:6 210:6	38:8 39:10 41:5
53:11 62:14	163:1,21 199:10	219:24 220:5	41:8 42:1,22
67:2 72:11 76:2	208:2 230:13	224:14 231:14	43:2
76:24 85:7,16,22	thirds 199:15	thumbs 230:2,3	today 22:5,9,12
86:5,18 87:11,17	201:11 203:11	thursday 6:2	22:15,24 23:20
92:16 97:20	203:20 207:5,16	<b>till</b> 92:13	24:6,9 35:22
116:5 118:4	210:2,8 211:3	time 6:3 23:3	38:9 44:14 53:7
124:25 125:19	214:14,15	37:22 39:24	58:19 99:7
125:25 135:22	thomas 137:21	46:22 49:10	119:3 136:1,17
136:6 143:9	<b>thorough</b> 181:14	52:5 96:13	152:5 156:17
148:15 149:19	thoroughly	102:17,19 104:2	157:20 158:1,4
153:17,21,22	226:5	110:11 113:18	159:24,25 160:8
154:11 164:11	<b>thought</b> 114:14	123:3 128:8	161:16 169:20
164:13 168:8	131:5 144:8	129:9 132:12	171:17 173:11
170:16 172:5,21	145:18 147:19	136:6 140:13	175:3 187:11,18
173:10,11 175:2	154:17 159:6,8	153:19 180:5	187:21 189:4
183:19 187:6	184:5 212:22	182:9,25 186:15	told 23:17
188:8,9,19	216:15	188:24 195:14	202:12
192:13 194:24	thoughts 26:6	201:5 207:23	tomorrow
195:5 197:7,9	31:16 34:7	208:3 215:17	173:12
212:5,21 215:21	117:24 215:7	217:8 220:1,2	top 58:22 76:8
216:21 217:13	three 33:5 38:23	224:12 226:2	76:10 80:6,17
218:18 219:17	39:1 77:25 86:6	231:25	84:13 187:17
220:1 221:2,21	104:16 161:15	<b>timed</b> 188:19	total 117:1
222:2,11 223:10	162:25 163:3,13	<b>timely</b> 49:4,6	202:22 216:19
223:11,13,20,22	179:23 180:16	51:23,25 56:9	<b>totaled</b> 66:16
223:23 224:8,18	180:22 181:1,1,2	66:3 70:19	totally 153:4
224:20 226:14	191:7 192:2,5	109:21 113:10	touch 160:9
227:4 228:12,18	199:13 200:6,8	120:14,19	touched 201:15
228:19,22	200:10,18 204:4	122:14,20 129:1	202:8
1	1		1

Page 59 505.843.9241 www.veritext.com

# [township - uncommitted]

township 46:13	199:9,19 202:6	127:5 128:1	167:2,21,23
50:21 55:2	202:12,12,17,19	157:24 169:20	171:11,19 174:4
58:25 63:18	202:23 203:1,2	204:13,13,15	176:4,5 179:19
65:13 69:21	203:11 206:2,9	224:7 225:8	180:17 185:12
73:21 79:6	207:3 209:25	230:9	199:15 201:8,11
89:11,17,24 90:6	211:17 214:15	trying 22:16	203:11,13,18,20
90:13 99:16	219:8,11 220:11	31:9 39:6 40:17	207:5,16 210:2,8
108:1 111:19	220:14	43:21 83:18	211:3 214:14,15
119:10 137:9	train 104:23	147:15 154:11	217:20
151:5,7 156:9	trains 104:16	205:13 223:4	<b>tx</b> 9:24
track 48:13	trajectory 95:15	tuesday 99:25	tyler 93:23
51:10 55:15	transcriber	156:15,16	161:19 166:2
161:10	234:1	<b>turns</b> 43:5	<b>type</b> 94:15
<b>tract</b> 55:24	transcript 234:3	<b>tv</b> 170:23	190:25 215:4,5
56:16 65:16	234:5	<b>tvd</b> 59:5,6	215:20 222:19
66:15,18,19 67:8	transcriptionist	<b>twice</b> 184:9	typewriting
67:11 76:1	233:7	216:6	233:7
101:13 105:9,9	transition	<b>two</b> 22:11 23:2,4	<b>typo</b> 66:15
118:13 124:5,15	191:11,16	23:11 33:16	u
156:23 162:16	200:11,17	37:16 45:16	<b>u.s.a.</b> 7:12
162:18 165:22	212:16,17	57:21 58:6	ugly 195:11
166:12,17 177:9	213:12,13	61:13 68:24	ultimately 37:19
180:9 190:13	travis 59:8	78:1 86:15	224:4
194:9 198:12	treatise 211:9	88:21 92:6 94:8	<b>un</b> 169:9
205:1 206:7,8,15	treatises 193:17	94:10 97:4	unavoidable
206:22 209:4	204:21 208:18	104:13 106:10	104:24
210:5,25 213:17	208:19 209:11	106:12,19 108:8	uncommitted
214:13 220:13	210:20 217:12	108:10 109:1	46:9 50:15
220:18 223:14	<b>triangle</b> 195:11	112:15 115:14	54:24 58:21
<b>tracts</b> 56:15	tried 144:24,24	115:20 118:6,8	63:11,15 65:10
59:10 65:20	<b>trojan</b> 151:8,9	125:2 129:15	66:24 67:5
70:7 74:21	troublesome	135:25 136:21	69:19 73:17,23
90:19 94:17,19	86:23	139:12 140:9	74:5,12 79:5,9
94:22 101:11	true 222:24	150:4 151:8	79:16,22 80:6
102:11,12,25	223:13 233:9	155:18 160:15	89:9,14,21 90:3
121:22 151:23	234:5	161:7 162:24,25	90:10 99:18
196:10 198:15	<b>try</b> 22:23 33:24	163:14 165:16	108:24 112:14
198:25 199:1,3,5	46:4 88:22	166:4,7,23 167:1	
L			

Paul Baca Professional Court Reporters A Veritext Company

## [uncommitted - universe]

119:23 121:6	undertaken	100:13,19,21,23	208:23 209:9
124:6,8,17 138:4	101:25	101:4,12,17	211:4,8 212:9,19
139:10 151:2	undisclosed	103:1,5,7,10,15	213:9 214:14,16
156:7	202:19	104:11,15 105:3	215:13 217:17
undeliverable	undisputed	106:21 108:23	217:18 218:7
66:1 109:22	198:5	108:25 112:12	219:7,22 220:14
110:2	unfortunately	112:15,18 115:5	221:16,18,25
underlies 151:5	120:20	119:21,25 121:5	222:5,10 223:7,9
underlying	unfounded	121:8,9,21 138:1	223:10 224:1,4
46:11 50:18	190:1	138:6,14,15	225:8 226:6,8,13
54:25 58:23	uniformly	139:8,12,15,18	227:3 228:2,16
63:16 65:11	208:20	141:10 142:13	229:25
69:20 73:18,24	<b>unique</b> 202:2	142:13,14,19	unitization
74:6,13 79:10,17	204:4,18	145:11,15,20,22	189:8 190:24
79:23 80:8	<b>unit</b> 2:8 4:23 5:3	146:16,17,25	195:18 196:3,22
89:15,22 90:4,11	29:15 46:12,15	147:1,5 149:9,10	204:16,22,24
99:15 121:7	50:19,22 55:1,4	149:11 151:4,5,8	208:18 210:15
156:8 165:18	55:9,10,13,14,16	153:14 156:8,12	210:23 211:10
167:16 191:2	55:20 58:24	161:9,20 162:4,6	215:9 222:23
192:11 223:2	59:1 60:15	162:14,18	226:8,19 231:1
understand	63:16,20 65:12	163:12 164:16	<b>unitized</b> 199:21
64:13 86:18	65:14,16 69:20	166:19 169:7,12	206:19 209:14
94:14 142:11	69:23 70:1,2	178:1 189:11,15	209:20,21 210:3
192:6 198:22	73:19,25 74:2,7	189:22 190:9,12	210:8,19
199:19 213:21	74:8,14,16 79:11	191:8,9,15,18,21	<b>units</b> 37:2 85:21
231:12,16	79:13,18,20,24	192:1,4,9,20	86:13 88:15
understanding	79:25 80:3,5,9,9	193:8 194:16,22	94:8 97:4,16
34:11 72:10	80:11,12 81:2	194:23 195:1,21	98:1 102:14
83:1 106:16	82:1,5,8 83:2,3	197:6 198:13	106:10,13,20
144:13,15,20	83:12 84:11	199:4,10,15,18	150:6 162:1,5,15
158:23,25	85:24 86:25	199:23 200:5,5	165:17 166:6,11
160:21 173:4	87:7,11 89:16,18	200:15 201:1,12	167:7,12 177:24
189:18	89:23,25 90:5,7	201:18,23	193:1,5,19 215:4
understood	90:12,14 93:13	203:12,20 204:1	222:21 223:8,13
186:11	94:2,5,7,12	205:21 206:2,9	226:11,12
undertake	95:14 97:6,7,22	206:14,24 207:5	228:14
205:24	98:1,5,9 99:15	207:10,15,16,20	<b>universe</b> 216:19
	99:19,20 100:3	208:13,16,17,22	

#### [university - wanted]

university 108:6	<b>usual</b> 22:7 152:9	136:18 183:12	W
unknown 228:12	157:8	183:14 184:2,11	<b>w</b> 46:13 50:20
unleased 42:23	utilizing 210:21	185:4 186:1,4,11	<b>w</b> 40.13 50.20 63:17 65:13
unlocatable	v	various 219:11	69:21,21 74:8,14
67:18,23 70:10	<b>v</b> 4:21 5:1 10:3	220:11	74:15,15 75:18
120:17 122:17	12:2 15:10 17:3	<b>verbal</b> 77:1	75:19 77:15
197:13,17	17:10 73:1,3,15	<b>version</b> 153:6	97:23 119:22
unnecessary	73:22 74:4,11	170:13	121:5,20,20,20
110:10 113:17	75:24 76:2,4	versus 185:14	137:7,8,8,11
121:2 123:2	77:9,12 107:10	202:12	138:1,3,4,4
140:12	107:14 108:7,21	<b>vertical</b> 117:1	139:8 147:13,17
unpersuasive	111:11,13,16	veteran 47:9	151:5,6
194:2	112:10	videoconference	<b>w4</b> 147:13
unprecedented	vadar 48:10,12	6:1 7:4,14 8:6	wait 32:5 173:12
210:24	51:6,8	8:19 9:3,12,21	waiting 45:4
<b>unusual</b> 198:11	vadar's 48:10	10:4,11,19 11:3	52:21
199:25 201:5,15	valid 37:24	11:11,18 12:5,14	walker 109:1,2
202:7 203:7,16	38:10	<b>view</b> 42:15,15	112:16,17
205:16 210:25	<b>value</b> 191:15,18	<b>viewed</b> 142:12	walking 186:16
218:12 231:6	191:24 200:15	violated 38:5	want 35:18
<b>update</b> 44:15	200:20 206:8,9	virtual 58:21	39:10,18 40:8
57:14 152:3	220:12,13 222:5	<b>voice</b> 99:7 127:6	41:1 42:12,14
158:6	<b>vance</b> 12:14	voluntary	45:2 53:3 64:19
updated 53:11	45:18,19 46:5,7	124:20 201:9	76:24 78:22
53:13 56:15,16	48:7 49:19 50:5	203:10,19	97:19 107:16
56:17 57:12,18	50:6,11,12 52:13	205:18 206:11	116:3 130:21
68:7 178:5	52:19 53:1,10,19	206:12,18,20	131:6 143:12
<b>upfront</b> 146:8	54:3 126:24,24	207:18 208:8,21	157:15 159:21
<b>usa</b> 4:1 8:3,12,13	127:1,3,6,10,14	209:5,7 211:16	173:14,15 174:9
11:10 16:17	127:16,21,25	215:4,18	174:10 186:2
25:5 99:2	129:15,17,22	<b>vote</b> 182:10	188:4 197:1,25
187:12,14	130:15,24	219:15 229:1,15	198:4,6 201:17
<b>use</b> 121:22 127:6	131:20,25 132:1	232:6	205:17 216:1,3
154:12,13 216:8	132:7 133:18,24	votes 219:14	227:22 228:16
222:14	134:8,15,16	<b>voting</b> 218:6	228:19
<b>uses</b> 216:5	135:2,10,13,19		wanted 69:12
usps 178:13	135:24 136:2,11		70:20 85:17
			94:15 114:19,25

Page 62 505.843.9241 www.veritext.com

# [wanted - working]

[			
136:8 146:7	weeks 23:2,4	166:23,25 167:1	149:22 151:3,4
185:16 217:14	57:21 58:6	167:2,9,10 177:2	151:21 154:2,12
225:20	61:13 78:1	178:3,22	154:20 156:7,11
wanting 146:6	86:15 88:21	<b>went</b> 95:2	165:17,21
<b>wants</b> 40:14	92:6 118:6	105:15 142:25	166:23 167:1,2,6
176:21	135:25 150:4	148:16 166:23	167:11,15
warren 65:18,19	155:18 160:15	180:2 183:18	wombat 59:2
waste 103:9,11	171:11 174:5	184:6 225:7	wonder 134:12
105:4,5 110:9	178:5 185:12	west 47:14 109:5	wonderful 35:17
113:16 121:1	weinberger	112:19	200:20
123:1 140:11	132:10 183:9	western 98:4	wondering
197:2	wells 38:7 40:1	whatsoever	67:21 114:6
way 22:11 32:18	42:2 49:1 51:20	213:24	115:2 117:5
87:8 97:20	55:6,8,12 69:24	whichever	182:8
117:13 118:8	71:15,24 74:3,10	123:25	word 52:14,20
125:13 142:22	74:17 76:17	<b>whiptail</b> 5:6 12:2	203:14,15 205:7
146:11 148:14	79:14,20 80:1	44:8,12	214:12 220:25
159:5 229:1,17	97:16 99:21,22	<b>white</b> 178:7	words 41:18
231:9	101:3,4,6,7,22	whoa 87:4 186:9	217:23 227:19
ways 193:2	102:9 103:4,8,16	winnebago	work 32:8 35:13
<b>we've</b> 37:9 46:24	103:19 104:10	65:15	37:11 40:12
143:22 144:13	104:19,21	wish 221:20	181:18 182:25
144:14 154:19	106:10,11 109:1	withdrawn	221:6
157:19,20	110:10 112:16	54:13,17	workable 34:12
172:11 187:6	113:17 115:14	witness 108:5,13	41:22
196:15,17 199:7	115:20 121:2,10	108:19 111:23	worked 108:7
199:9 213:5	121:16 123:2	112:8 119:18	188:1 228:17
216:25 220:16	128:6,6,9,10,14	137:19,22 143:8	working 37:1,2,5
220:18 222:24	128:19,20,23	145:12 147:3	37:7,17,21 39:10
224:21 228:17	132:10,13,14,22	233:4	44:20 47:11,19
230:1 231:8	132:25 138:7	witnesses 32:2	48:11 66:16
<b>website</b> 22:10	139:13 140:12	41:13,14 48:6	81:24,25 82:7
23:9 53:8 134:4	142:6 151:8	wolfcamp 78:23	83:1,3,8,14,21
134:18 152:3,4	153:16 154:1,12	89:10,15,22 90:4	83:24 84:7,12,18
178:13	156:14 157:10	90:11,23 91:21	94:10 101:20
websites 24:4	161:15,21,22	99:15 101:8,23	105:10 108:8
week 23:7,18	162:10,25 163:4	121:6 123:14,18	113:11 120:14
68:24	163:14 166:5,7	123:25 139:11	122:14 124:8

Paul Baca Professional Court Reporters A Veritext Company Page 63 505.843.9241 www.veritext.com

[		
138:16 139:18	X	191:7 192:2,5
140:6 150:23	<b>x</b> 13:1 14:1 15:1	199:14 200:6,8
157:22 162:3,13	16:1 17:1 18:1	200:10 204:4,5
177:16 190:9	19:1 20:1 21:1	206:15 212:18
191:12,13	<b>xto</b> 8:13,14	213:13,17 215:3
196:11 200:12	187:14,15	215:10 217:20
200:13,24		222:7,10
201:19 202:22	<b>y</b>	<b>yellow</b> 124:9
202:25 206:1	<b>y'all</b> 184:25	<b>yep</b> 68:16 125:14
207:9,14,19	205:4	<b>yeso</b> 54:25 69:19
208:6,12,16,21	<b>yea</b> 226:11	yesterday 38:22
209:8,14,20,23	yeah 23:14 30:3	62:6 150:21
210:2,7,18 211:3	35:4 40:10	151:12 173:7
211:7,16 215:13	66:22 67:10,13	<b>yup</b> 67:11 181:4
217:17,18,19,24	76:15 82:24	Z
225:7,18	84:7,25 96:16	<b>zachary</b> 46:20
works 183:2	97:10,14 98:10	51:2
185:5 220:19	114:22 115:1	<b>zero</b> 204:18
worksheet 22:9	116:11 118:4	212:24
22:14 24:10	124:25 125:10	<b>zoback</b> 152:13
136:22	126:2 130:3	157:12
worry 214:13	134:19,20	<b>zones</b> 103:18
<b>wow</b> 64:7	135:10 140:23	
wozniak 11:4	141:21 142:23	
176:13	142:25 144:5	
writing 23:5	154:6,24 155:1,1	
written 22:17	159:3,9,11	
197:14	168:20 170:9	
wrong 114:9	171:5 172:3	
118:4 125:5,6	180:4,20,25	
133:18 169:14	181:12 183:2	
212:7	212:14 218:2	
wrote 114:9	231:18	
wxy 151:9,9	year 129:19	
156:13,13	200:18 211:25	
	212:17,23	
	<b>years</b> 46:22	
	47:11,19 108:10	

Page 64 505.843.9241 www.veritext.com