Page 1 STATE OF NEW MEXICO 1 ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION 2 3 ORIGINAL 4 IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR 5 THE PURPOSE OF CONSIDERING: CASE NO. 14812 6 7 APPLICATION OF COG OPERATING, LLC, FOR A NON-STANDARD SPACING AND PRORATION 8 UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO. 9 10 REPORTER'S TRANSCRIPT OF PROCEEDINGS 11 EXAMINER HEARING 12 DOCKET NO. 13-12 13 14 BEFORE: RICHARD EZEANYIM, Hearing Officer TA SI AWA 1001 RECEIVED UCL DAVID K. BROOKS, Legal Examiner 15 16 APRIL 26, 2012 17 Santa Fe, New Mexico 18 26 19 This matter came on for hearing before the New Mexico Oil Conservation Division, RICHARD EZEANYIM, 20 Hearing Examiner, and DAVID K. BROOKS, Legal Examiner, on THURSDAY, APRIL 26, 2012, at the New Mexico Energy, 21 Minerals and Natural Resources Department, 1220 South Street Francis Drive, Room 102, Santa Fe, New Mexico. 22 23 **REPORTED BY:** Lisa Reinicke PAUL BACA PROFESSIONAL COURT REPORTERS 24 500 Fourth Street, NW, Suite 105 Albuquerque, NM 87102 25

Page 2 APPEARANCES For COG Operating, LLC: HOLLAND & HART 110 North Guadalupe, Suite 1 Santa Fe, New Mexico 87501 (505) 988-4421 By: Michael H. Feldewert INDEX PAGE NO WITNESSES CERTIFICATE OF COMPLETION OF HEARING EXHIBITS MARKED/IDENTIFIED 8. Affidavit of Publication

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Page 3 MR. EXAMINER: On the last page I then call 1 2 case 14812. This is the application of COG Operating, LLC for a non-standard spacing and proration unit and 3 4 compulsory pooling, Eddy County, New Mexico. I want to 5 remind you I am just calling it to collect whatever 6 notice publications that are required today. 7 Call for appearances. MR. FELDEWERT: Mr. Examiner, Michael 8 Feldewert with the Santa Fe office of the Holland & Hart 9 appearing on behalf of the applicant COG Operating, LLC. 10 11 Any other appearances? MR. EXAMINER: 12 MR. FELDEWERT: Mr. Examiner, as you're 13 fully aware of this case, it was heard by the Division 14 on April 12th. At that time it was determined that 15 there was an interest owner whom we had been unable to 16 locate and also an interest owner for a home we did not 17 have an address. Therefore, we had published in the 18 newspaper of general circulation a notice of this matter. We had named the individual involved 19 20 specifically in the notice. And we have that here and 21 I'd like to present it as COG Exhibit Number 8, so it will be a continuation of the exhibits that were 22 presented at the initial hearing. So if I may approach? 23 24 MR. EXAMINER: Yes. 25 MR. FELDEWERT: Mr. Examiner, with the

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Page 4 introduction of COG Number 8, we ask that this case be 1 2 taken under advisement. It will be admitted. 3 MR. EXAMINER: The case has already been taken under advisement and it will 4 5 be taken under advisement again. Anything else. 6 [Exhibit 8 admitted.] 7 MR. FELDEWERT: That's it. Thank you. [Case 14812 taken under advisement.] 8 9 10 11 12 13 14 I do bereby certify that the foregoing to 15 e complete record of the proceedings in 2 16 the Examiner hearing of C asen heard by TAC. 17 _, Examiner ON Conservation Division 18 19 20 21 22 23 24 25

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1	REPORTER'S CERTIFICATE
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3	I, Lisa Reinicke, New Mexico Provisional
4	Reporter, License #P-405, working under the direction
5	and direct supervision of Paul Baca, New Mexico CCR
6	License #112, Official Court Reporter for the US
7	District Court, District of New Mexico, do hereby
8	certify that I reported the foregoing proceedings in
9	stenographic shorthand and that the foregoing pages are
10	a true and correct transcript of those proceedings and
11	was reduced to printed form under my direct supervision.
12	I FURTHER CERTIFY that I am neither employed by
13	nor related to any of the parties or attorneys in this
14	case and that I have no interest whatsoever in the final
15	disposition of this case in any court.
16	
17	
18	
19	Lisa R. Remicke
20	Lisa R. Reinicke, Provisional License P-405
21	License expires: 8/21/2012
22	Ex count:
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