STATE OF NEW MEXICO

ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NOS. 20815, 20816, 20817

Application of Novo Oil & Gas Northern Delaware, LLC for compulsory pooling Eddy County, New Mexico

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

THURSDAY, OCTOBER 3, 2019

SANTA FE, NEW MEXICO

This matter came on for hearing before the New Mexico Oil Conservation Division, Phillip Goetz, Examiner, Dylan Rose-Coss, Examiner, and David Ames, Legal Examiner, on Thursday, October 3, 2019, at the New Mexico Energy, Minerals, and Natural Resources Department, Wendell Chino Building, 1220 South St. Francis Drive, Porter Hall, Room 102, Santa Fe, New Mexico

Reported by: Mary Therese Macfarlane

New Mexico CCR 122

PAUL BACA COURT REPORTERS

500 Fourth Street NW, Suite 105 Albuquerque, New Mexico 87102

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1	APPEARANCES.		
2	For the Applicant:	Michael Feldewert, Esq.	
3		Holland & Hart 110 North Guadalupe, Suit	
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5		mfeldewert@hollandandhar	t.com
6	FOR CHEVRON USA	Earl E. DeBrine, Jr., Es	q.
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10	FOR TITUS OIL & GAS	Sharon T. Shaheen, Esq.	
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13		sshaheen@montand.com.	
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15	I N D E X		
16			PAGE
17	CASE NUMBER 20185 CALLED 2		2
18	MOTION FOR CONTINUANCE.		
19	STATEMENT BY MR. FELDEWERT:		3
20	STATEMENT BY MS. SHAHEEN:		5
21	STATEMENT BY MR. DeBRINE:		5
22	CONTINUANCE TO 11/15/18 DOCKET GRANTED 6		
23			
24			
25			

- 1 (Time noted 8:25 a.m.)
- 2 EXAMINER GOETZ: We are going to take a little
- 3 variation on the docket schedule with regards to the Order
- 4 of Hearing.
- 5 We do have a motion for continuance which
- 6 was filed and that we need to render a decision on the
- 7 record.
- 8 So for this point in the docket we will
- 9 call for Case No. 20815, Application of Noble Oil & Gas
- 10 Northern Delaware, LLC for compulsory pooling, Eddy County
- 11 New Mexico. Call for appearances.
- 12 MR. FELDEWERT: If it please the examiner,
- 13 Michael Feldewert of the Santa Fe office of Holland & Hart
- 14 appearing on behalf of the Applicant in these matters.
- MR. DeBRINE: Earl DeBrine of Modrall Sperling
- 16 for Chevron USA, which is an interested party.
- 17 MS. SHAHEEN: Sharon Shaheen, Montgomery &
- 18 Andrews on behalf of Titus Oil & Gas.
- 19 EXAMINER GOETZ: All right. We have received
- 20 your various statements, and with that does anybody have
- 21 anything additional you wish to put onto the record at
- 22 this point?
- We'll start with you, Mr. Feldewert.
- MR. FELDEWERT: Well, Mr. Examiner, we filed our
- 25 Response. We had, in our Response, quote --

- 1 Let me step back a minute.
- 2 The Application had been filed in late
- 3 July. The parties had had discussions on the development
- 4 plan in August into September. We filed our Compulsory
- 5 Pooling Application in September, middle -- first part of
- 6 September after those discussions.
- 7 Titus filed their request for a
- 8 continuance. They had actually proposed a competing
- 9 development plan but they had never filed a pooling
- 10 application.
- 11 We had asked in our response to their
- 12 motion for a continuance that they be required on Tuesday
- of this week to file their application, whatever they were
- 14 going to file as a pooling application on Tuesday so that
- 15 we could have these matters heard on October 31st,
- 16 recognizing as we get into November and December the
- 17 schedules get a little tight.
- 18 Because the Division was unable to address
- 19 our motion for a continuance until now, that request for
- 20 relief is pretty much moot.
- 21 So we have had discussions. They have
- 22 filed, finally, a pooling application in which they
- 23 request a hearing on November 14th. That will have to
- 24 work. We would like to make that work. We've checked
- 25 with our witnesses. Both our witnesses and their

1 witnesses are available on November 14th, or November

- 2 15th, if we need to carry over.
- 3 So in light of the fact that we are not
- 4 going to be able to have this matter heard on August 31st
- 5 like we had hoped, we would request that the continuance
- 6 be till November 14th, and we have a hearing scheduled and
- 7 everyone be ready to go either on November 14th, or, if
- 8 need be, push it over into Friday, November 15th.
- 9 EXAMINER GOETZ: Is that agreeable?
- 10 MS. SHAHEEN: Agreed. Titus filed its three
- 11 applications on Tuesday in hopes that perhaps we could do
- 12 October 31st. We understand that may not be an option,
- 13 and we requested the November 14th date, as that was a new
- 14 docket, new case docket date. And since then we have
- 15 conferred with Mr. Feldewert and Ms. Luck and agreed on
- 16 these other November dates, and we are very hopeful that
- 17 you can help us there.
- 18 MR. DeBRINE: And Mr. Examiner, for Chevron in
- 19 our prehearing statement we had indicated we opposed the
- 20 Titus continuance, which was just to continue the case
- 21 today, but Chevron has since closed on the transervice
- 22 interest in Elbo (phonetic) and so is happy with whatever
- 23 decision the Division reaches concerning the parties'
- 24 remaining requests.
- 25 EXAMINER AMES: Whatever the docket allows.

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1 MR. GOETZ: All right. Mr. Warnell's not here,

MR. FELDEWERT: He's back there.

4 EXAMINER GOETZ: What have we got for November

5 14th? Do we have a full house, or do we know?

6 MR. WARNELL: We do, but we can work with that.

7 EXAMINER GOETZ: That's Mr. Terry Warnell.

8 Well, this is kind of a surprise. We were

9 willing to move forward with a decision, but at this point

10 seeing all parties have reached an agreement, let's go

11 ahead and continue these cases to November 14th.

Be prepared. There will be no extensions,

13 no get-out-of-jail card. Unless it's weather or personal

or health, we will go ahead and go forward with the

15 hearing with the competing applications.

MR. FELDEWERT: Appreciate that.

17 MS. SHAHEEN: Thank you.

18 EXAMINER GOETZ: Thank you.

19 So cases 20815, 20816 and 20817 have been

20 continued to the November 14th docket, and that will be

21 confirmed.

22 (Time Noted 8:31 a.m.)

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either, so...

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Page 7 STATE OF NEW MEXICO)) SS 2 3 COUNTY OF TAOS 5 REPORTER'S CERTIFICATE I, MARY THERESE MACFARLANE, New Mexico Reporter 6 7 CCR No. 122, DO HEREBY CERTIFY that on Thursday, October 8 23, 2019, the proceedings in the above-captioned matter 9 were taken before me; that I did report in stenographic shorthand the proceedings set forth herein, and the 10 foregoing pages are a true and correct transcription to 11 12 the best of my ability and control. 13 I FURTHER CERTIFY that I am neither employed by 14 nor related to nor contracted with (unless excepted by the 15 rules) any of the parties or attorneys in this case, and 16 that I have no interest whatsoever in the final disposition of this case in any court. 17 18 19 20 MARY THERESE MACFARLANE, CCR NM Certified Court Reporter No. 122 2.1 License Expires: 12/31/2019 22 23 2.4 25