Page 1

STATE OF NEW MEXICO

ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

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

CASE NOS: 20983, 20984

APPLICATION OF FRANKLIN MOUNTAIN ENERGY LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

JANUARY 09, 2020

SANTA FE, NEW MEXICO

This matter came on for hearing before the New Mexico Oil Conservation Division, HEARING EXAMINER DYLAN COSS and LEGAL EXAMINER ERIC AMES, on Thursday, January 09, 2020, 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: Irene Delgado, NMCCR 253

PAUL BACA PROFESSIONAL COURT REPORTERS

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		Page 2
1	APPEARANCES	
2	For the Applicant:	
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6	For Caprock Resources 20983:	
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8	Santa Fe, NM 87504-1056 505-982-2151	
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10		
11	I N D E X	
12	CASE NO. 20983 20984 CALLED	03
13	SUMMARY OF CASE AND EXHIBITS	03
14	TAKEN UNDER ADVISEMENT	05
15	REPORTER CERTIFICATE	06
16		
17	EXHIBIT INDEX	
18		Admitted
19	Exhibits A and B, All Attachments	05
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Page 3

1 HEARING EXAMINER COSS: And you may proceed to

- 2 present Case 20980. Do we have the same appearances and
- 3 lack of objection?
- 4 MR. BRUCE: Yes.
- 5 MS. BENNETT: For the record, I will be
- 6 presenting Case Numbers 20983 and 20984, and I intend to
- 7 present those by affidavit.
- 8 There were unlocatable parties, so notice of
- 9 publication was required. Publication was timely, and there
- 10 is an affidavit of publication in my materials.
- 11 HEARING EXAMINER COSS: Wonderful, Ms. Bennett.
- 12 MR. BRUCE: Mr. Examiner, I'm limiting my entry
- of appearance to Case 20983.
- 14 HEARING EXAMINER COSS: I see, okay.
- 15 And my spreadsheet reflects that, confirms it.
- 16 MS. BENNETT: Also, I would mention, you will see
- 17 in the materials we have a list of parties we are seeking to
- 18 pool in Case 20893 as well as in Case Number 20892. In
- 19 neither of those cases are we seeking to pool Caprock, and
- 20 by we, I mean Franklin Mountain Energy.
- 21 And again, Deana Bennett on behalf of Franklin
- 22 Mountain Energy.
- I prepared a compulsory pooling checklist, and
- 24 before I hand out the compulsory pooling checklist, just as
- 25 a point of order, I guess in these cases they are

Page 4

1 consolidated, so I have prepared a consolidated compulsory

- 2 pooling checklist and then I also prepared two separate
- 3 compulsory checklists. Does the Division have a preference
- 4 when we are doing consolidated cases as to the need for
- 5 separate checklists or combined checklists?
- 6 HEARING EXAMINER COSS: We'll get back to you on
- 7 that.
- 8 MS. BENNETT: Well, for the moment --
- 9 HEARING EXAMINER COSS: Actually, separate. I
- 10 just got the --
- MS. BENNETT: Okay, great.
- 12 HEARING EXAMINER COSS: -- actually prefer a
- 13 separate checklist.
- MS. BENNETT: I'm passing out then separate
- 15 checklists that I prepared for each case.
- 16 And you will see from the checklist that I have
- 17 certified that all the material is in the application packet
- 18 in my materials.
- 19 I have also, in my materials, I have affidavit of
- 20 the landman, my notice affidavit, and affidavit of the
- 21 geologist. Those are behind Tabs A and B, and I would ask
- that the exhibits in Case Number 20983 and 20984 be taken
- 23 under -- I mean be accepted into the record.
- 24 HEARING EXAMINER COSS: So in these cases it's
- 25 similar to the previous case where notice of publication was

Page 5 required and it was done so timely? MS. BENNETT: Yes. And an affidavit of the 2 publication is in the materials, and the materials are 3 tabbed and double sided to the extent practicable. 5 HEARING EXAMINER COSS: Okay, Ms. Bennett. So with all of that, the exhibits will be accepted into the 6 record, and Case Numbers 20983 and 20984 will be taken under 8 advisement. 9 MS. BENNETT: Thank you. 10 MR. BRUCE: No objection. HEARING EXAMINER COSS: Oh, no objection, thank 11 12 you. 13 (Exhibits A and B admitted.) 14 (Cases 20983 and 20984 taken under advisement.) 15 (Adjourned.) 16 17 18 19 20 2.1 22 23 24 25

Page 6 STATE OF NEW MEXICO 2. COUNTY OF BERNALILLO 3 REPORTER'S CERTIFICATE 5 I, IRENE DELGADO, New Mexico Certified Court 6 7 Reporter, CCR 253, do hereby certify that I reported the 8 foregoing proceedings in stenographic shorthand and that the 9 foregoing pages are a true and correct transcript of those 10 proceedings that were reduced to printed form by me to the best of my ability. 11 12 I FURTHER CERTIFY that the Reporter's Record of 13 the proceedings truly and accurately reflects the exhibits, 14 if any, offered by the respective parties. 15 I FURTHER CERTIFY that I am neither employed by nor related to any of the parties of attorneys in this case 16 and that I have no interest in the final disposition of this 17 18 case. Dated this 9th day of January 2020. 19 20 2.1 Irene Delgado, NMCCR 253 License Expires: 12-31-20 22 23 2.4 25