## 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: 20997

APPLICATION OF DEVON ENERGY PRODUCTION COMPANY LP FOR COMPULSORY POOLING, EDDY 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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1	APPEARANCES	
2	For the Applicant:	
3	ADAM RANKIN	
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1 HEARING EXAMINER COSS: Now the Division will

- 2 call Case Number 20997, Devon Energy, compulsory pooling.
- 3 Call for appearances.
- 4 MR. RANKIN: Last one. Mr. Examiner, Adam Rankin
- 5 appearing on behalf of the applicant, Devon Energy Company,
- 6 the law firm of Holland & Hart, and we'll be presenting this
- 7 case by affidavit.
- 8 HEARING EXAMINER COSS: Okay. So there is no
- 9 other appearances in this case?
- 10 (No response.)
- 11 HEARING EXAMINER COSS: And in order to hear the
- 12 case by affidavit, I will need to have on the record that
- 13 notice was of publication was either required or not for
- 14 unlocatable persons.
- 15 MR. RANKIN: It was prepared and submitted out of
- 16 abundance of caution.
- 17 HEARING EXAMINER COSS: That was done timely?
- 18 MR. RANKIN: It was.
- 19 HEARING EXAMINER COSS: And there is an affidavit
- 20 for the publication?
- 21 MR. RANKIN: There is an affidavit included in
- 22 the exhibit packet before you.
- 23 HEARING EXAMINER COSS: And does this packet also
- 24 include the compulsory pooling checklist?
- MR. RANKIN: It does, Mr. Examiner. If you look

1 at the first page behind the cover page is the table of

- 2 contents as required by -- requested by the Division.
- 3 Identifying behind the first tab is a compulsory pooling
- 4 checklist, followed by the land affidavit, attaching
- 5 exhibits, the geologist affidavit, attached exhibits, and
- 6 then Exhibit C is the notice of affidavit and attached
- 7 exhibits.
- 8 HEARING EXAMINER COSS: Wonderful. Thank you,
- 9 Mr. Rankin. We will take this case by affidavit.
- 10 MR. RANKIN: So before you, Mr. Examiner, is a
- 11 hearing exhibit packet, included in the compulsory pooling
- 12 application checklist identifies the land that applicant
- 13 seeks to pool, in this case 320 acres, more or less, E/2 E/2
- of Sections 3 and 10, Township 23 South, Eddy County, New
- 15 Mexico.
- 16 Behind Exhibit A is the affidavit of the landman,
- 17 in this case Ms. Dean has testified before the Division and
- 18 had her credentials as an expert accepted as a matter of
- 19 record. And included and attached to her affidavit is the
- 20 C-102 reflecting the footages and the designated spacing
- 21 unit for this proposed well and spacing unit, as well as the
- 22 ownership interest breakdown, and an AFE and well proposal
- 23 reflecting the costs for the proposed well.
- 24 Exhibit B is a copy of the affidavit prepared by
- 25 Mr. Currie who has previously testified before the Division,

- 1 as well as his exhibits reflecting his geologic analysis
- 2 reporting his determination that the acreage proposed for
- 3 the spacing unit and well is suitable for pooling and well
- 4 development.
- 5 Exhibit C is copy of the affidavit prepared by me
- 6 and my office reflecting that notice of the application for
- 7 this hearing was provided by certified mail, as well as a
- 8 copy of the notice of publication and the affidavit of
- 9 publication in the newspaper and county where the well is
- 10 located.
- 11 With that, we would ask Exhibits A, B and C be
- 12 accepted into the record and that this case be taken under
- 13 advisement.
- 14 HEARING EXAMINER COSS: Wonderful. Thank you,
- 15 Mr. Rankin. Exhibits A, B and C in Case Number 20997 will
- 16 be admitted into the record. And Case Number 20997 will be
- 17 taken under advisement.
- 18 (Exhibits A, B and C admitted.)
- 19 (Case 20997 taken under advisement.)
- 20 MR. RANKIN: Thank you very much.
- 21 (Adjourned.)
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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