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: 21091

APPLICATION OF CATENA RESOURCES OPERATING LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

MARCH 5, 2020

SANTA FE, NEW MEXICO

This matter came on for hearing before the New Mexico Oil Conservation Division, EXAMINERS FELICIA ORTH KATHLEEN MURPHY and PHILLIP GOETZE, on Thursday, March 5, 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

500 Fourth Street, NW, Suite 105

Albuquerque, NM 87102

505-843-9241

		Page 2
1	APPEARANCES	
2	For the Applicant:	
3	KAITLYN LUCK	
4	HOLLAND & HART 110 North Guadalupe, Suite 1	
5	Santa Fe, NM 87501 505-954-7286	
6 7	For Permian Oil LLC:	
8	DEANA BENNETT MODRALL SPERLING ROEHL HARRIS & SISK PA	
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12		
13		
14	I N D E X	
15	CASE CALLED	03
16	SUMMARY OF CASE AND EXHIBITS	03
17	TAKEN UNDER ADVISEMENT	04
18	REPORTER CERTIFICATE	05
19		
20	EXHIBIT INDEX	
21		Admitted
22	All Exhibits and Attachments	04
23		
24		
25		

Page 3

1 HEARING EXAMINER ORTH: Now we have matter 21090

- 2 AWR Disposal, and we are moving that matter down into our
- 3 cases involving a witness. Next 21091, Catena Resources,
- 4 compulsory pooling matter concerning the well Omega 1835.
- 5 MS. LUCK: Good morning. Kaitlyn luck with the
- 6 Santa Fe office of Holland & Hart on behalf of the applicant
- 7 in this case, Catena Resources.
- 8 MS. BENNETT: Good morning, Deana Bennett on
- 9 behalf of Marathon Oil Permian LLC.
- 10 HEARING EXAMINER ORTH: Thank you.
- MS. BENNETT: And we have no objection to her
- 12 proceeding by affidavit.
- 13 MS. LUCK: As mentioned, Catena would like to
- 14 present this case by affidavit, so before you I have
- 15 presented with you an exhibit packet which includes
- 16 affidavits from the landman and geologist.
- 17 Catena as well, as notice information, which is
- 18 found behind E and F, you will find an affidavit from our
- 19 office showing we provided notice of this hearing, and we
- 20 also timely published notice of this hearing to the interest
- 21 owners.
- Just something like that I would like to point
- out as noted in the Landman's affidavit, which is Exhibit C,
- 24 within the spacing unit there is a lease that is subject to
- 25 expiration on June 1, 2020, and so for that specific reason

Page 4 we are requesting an expedited order in this case. 2 So with that I would move the admission of these exhibits and ask the case be taken under advisement. 3 HEARING EXAMINER ORTH: Do you have questions, 5 Ms. Murphy? 6 EXAMINER MURPHY: Exhibit A looks good. Your 7 notice was timely. 8 MS. LUCK: That's correct. 9 EXAMINER MURPHY: I will note that it -- that you want an expedited order, and I have no further questions. 10 11 MS. LUCK: Thank you. 12 HEARING EXAMINER ORTH: Thank you. So the 13 exhibits are accepted and the matter will be taken under 14 advisement. 15 (Exhibits admitted.) 16 (Taken under advisement.) 17 18 19 20 2.1 22 23 24 25

Page 5 STATE OF NEW MEXICO 2. COUNTY OF BERNALILLO 3 REPORTER'S CERTIFICATE 5 6 I, IRENE DELGADO, New Mexico Certified Court 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 5th of March 2020. 19 20 2.1 Irene Delgado, NMCCR 253 License Expires: 12-31-20 22 23 2.4 25