

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 NO. 21389

APPLICATION OF DEVON ENERGY PRODUCTION
COMPANY FOR COMPULSORY POOLING IN
EDDY COUNTY, NEW MEXICO.

REPORTER'S TRANSCRIPT OF VIRTUAL PROCEEDINGS

EXAMINER HEARING

THURSDAY, SEPTEMBER 10, 2020

SANTA FE, NEW MEXICO

This matter came on for hearing before the New Mexico Oil Conservation Division, Felicia Orth Examiner, Scott Cox, Technical Examiner, on Thursday, September 10, 2020 via Webex Videoconferencing Platform.

Reported by: Mary Therese Macfarlane
New Mexico CCR NO. 122
PAUL BACA PROFESSIONAL COURT REPORTERS
500 Fourth Street NW, Suite 105
Albuquerque, New Mexico 87102.
(505) 843-9241

1 A P P E A R A N C E S.

2 For the Applicant: Michael Feldewert, Esq.
 3 Holland & Hart
 4 110 North Guadalupe, Suite 1
 5 Santa Fe, New Mexico 87501
 (505) 988-4421
 Mfeldewert@hollandandhart.Com.

6 C O N T E N T S

7 CASE NUMBER 21389	PAGE
8 CALLED	3
9 APPLICANT WITNESSES BY AFFIDAVIT:	
10 KATIE DEAN (Landman):	4
11 DEREK OHL (Geologist):	4
12 TAKEN UNDER ADVISEMENT:	4
13	
14 APPLICANT DEVON ENERGY PRODUCTION CO. EXHIBITS	ADMITTED
15 A, A-1 through A-5	5
16 B, B-1 through B-4	5
17 C	5
18 D	5

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1 (Time noted 8:34 a.m.)

2 HEARING HEARING EXAMINER ORTH: All right.

3 Let's move to 21389.

4 Devon Energy is the applicant for the
5 compulsory pooling application. The well names is Bora
6 Bora.

7 Let's see. Mr. Feldewert, is that you from
8 Holland & Hart?

9 MR. FELDEWERT: Yes, Madam Examiner, for the
10 Applicant in this case.

11 HEARING EXAMINER ORTH: All right. Thank you.

12 Let me pause a moment to ask if there are
13 any other appearances this morning.

14 No. Please go ahead.

15 MR. FELDEWERT: Madam Examiner, Devon requests
16 to pool Section 13 and 24 in 23 South, 31 East in the for
17 a standard 640-acre horizontal spacing unit in the Bone
18 Spring Formation. It would be initially dedicated to two
19 wells, the Bora Bora wells.

20 Our package that has been provided to the
21 Division for this hearing provides first an application,
22 checklist, and any pooling application itself.

23 You will notice, Mr. Cox, that the Bora
24 Bora 212H is the proximity tract well that would be
25 utilized to create the spacing unit.

1 Exhibit A, Devon Exhibit A is the affidavit
2 of Katie Dean, she is a landman with the company who has
3 testified before. She references Exhibit A-1, the C-102s
4 for each of the those initial wells. Those do have an API
5 number now and those have been noted in that application
6 checklist.

7 She provides a general location map. She
8 provides as Exhibit A-3 the Ownership Breakdown and the
9 working interest owners that are highlighted in yellow,
10 and then a group of overriding royalty interest owners
11 which are on the last page of that exhibit.

12 Exhibit A-4 is the Well Proposal Letters
13 with the AFEs for both of those wells, and Exhibit A-5 is
14 the chronology of contacts for the parties that we seek to
15 pool

16 Devon Exhibit B is the affidavit of
17 Mr. Derek Ohl. He is a geologist. This is the first time
18 he has testified so Exhibit B-1 is a resume that provides
19 his educational background, his work history, his
20 professional affiliations, and I think you'll see that
21 qualifies him to testify as an expert in petrolane
22 geology.

23 He then goes on to discuss in Exhibit B-2
24 being his subsea structure map which identifies on that
25 structure map the spacing unit in red and the approximate

1 location of the proposed wells going from north to south.

2 His Exhibit B-3, then, is a base map that
3 shows the wells that he utilized to create his cross
4 section map; and then Exhibit B-4 is the cross section
5 with the proposed landing zone in the Bone Spring
6 highlighted in green.

7 Exhibit C, then, is a Notice of Affidavit
8 with the attached status of the Notice, and then we've
9 provided as Exhibit D an Affidavit of Publication directed
10 by name to the parties that we seek to pool.

11 So with that I ask that Exhibits A, B, C
12 and D be admitted into the record and that this matter be
13 taken under advisement.

14 HEARING HEARING EXAMINER ORTH: All right. Thank
15 you, Mr. Feldewert.

16 Mr. Cox, do you have questions of
17 Mr. Feldewert?

18 MR. COX: No questions, Madam Examiner.

19 HEARING EXAMINER ORTH: Alll right. Thank you.

20 Your exhibits are admitted and the matter
21 will be taken under advisement.

22 (Time noted 8:37 a.m.)

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1 STATE OF NEW MEXICO)
2 : SS
3 COUNTY OF TAOS)

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5 REPORTER'S CERTIFICATE

6 I, MARY THERESE MACFARLANE, New Mexico Reporter
7 CCR No. 122, DO HEREBY CERTIFY that on Thursday, September
8 10, 2020, the proceedings in the above-captioned matter
9 were taken before me; that I did report in stenographic
10 shorthand the proceedings set forth herein, and the
11 foregoing pages are a true and correct transcription to
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
17 disposition of this case in any court.

18

 /s/ Mary Macfarlane

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20 _____
21 MARY THERESE MACFARLANE, CCR
 NM Certified Court Reporter No. 122
 License Expires: 12/31/2020

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