

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:

APPLICATION OF SPC RESOURCES, LLC
FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.

CASE NO. 22421

REPORTER'S TRANSCRIPT OF VIRTUAL PROCEEDINGS
EXAMINER HEARING
JANUARY 20, 2022
SANTA FE, NEW MEXICO

This matter came on for virtual hearing before
the New Mexico Oil Conservation Division, HEARING OFFICER
WILLIAM BRANCARD and TECHNICAL EXAMINER LEONARD LOWE on
Thursday, January 20, 2022, through the Webex Platform.

Reported by: Irene Delgado, NMCCR 253
PAUL BACA PROFESSIONAL COURT REPORTERS
500 Fourth Street, NW, Suite 105
Albuquerque, NM 87102
505-843-9241

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A P P E A R A N C E S

For the Applicant:

ADAM RANKIN
HOLLAND & HART
110 North Guadalupe, Suite 1
Santa Fe, NM 87501
505-954-7286

I N D E X

CASE CALLED

TAKEN UNDER ADVISEMENT 06

EXHIBITS 06

REPORTER CERTIFICATE 07

1 HEARING EXAMINER BRANCARD: With that, I call
2 Case 22421, SPC Resources.

3 MR. RANKIN: Good morning, Mr. Examiner, may it
4 please the Division, Adam Rankin with the Santa Fe office of
5 Holland & Hart appearing on the behalf of the applicant in
6 this case.

7 HEARING EXAMINER BRANCARD: Thank you. Are there
8 any other interested persons for Case 22421?

9 (No audible response.)

10 HEARING EXAMINER BRANCARD: Hearing none,
11 Mr. Rankin, update us where we are.

12 MR. RANKIN: Thank you very much, Mr. Examiner.
13 This is another situation where this case was continued due
14 to a late notice of publication in the newspaper.

15 Accordingly, we have continued the case to this
16 date to permit the notice period to run. To my knowledge,
17 no parties have entered an appearance in the record nor have
18 they appeared today.

19 Since the last hearing, Mr. Examiner, we did file
20 two revised exhibits to make minor corrections to the
21 compulsory pooling checklist which is marked as Exhibit A,
22 and to file a revised or corrected C-102 for the proposed
23 initial well which is marked as revised Exhibit C-3. Both
24 of those revised exhibits have been filed of record with the
25 Division through the portal with a cover, cover notice

1 explaining the nature of the filings and corrections that
2 were made. So those are now of record with the Division and
3 we ask that those be accepted into the record.

4 One other minor correction that we want to make,
5 I think a statement was made on the record that the proposed
6 spacing unit is all fee land, I believe, but actually there
7 are -- there is a state lease -- rather, a federal lease
8 within the spacing unit, so we want to make that clear as
9 well.

10 So with that, Mr. Examiner, if there are no other
11 questions from the Division or examiners, we ask that this
12 case be taken under advisement.

13 HEARING EXAMINER BRANCARD: Thank you. Your
14 exhibits are in the case file and they will be admitted.

15 (Exhibits admitted.)

16 HEARING EXAMINER BRANCARD: The federal acreage,
17 is that lease?

18 MR. RANKIN: Yes.

19 HEARING EXAMINER BRANCARD: Mr. Lowe, any
20 questions?

21 TECHNICAL EXAMINER LOWE: I have a question on
22 here, your amended exhibits that you submitted, you said,
23 are those exhibits that you, I guess, amended, are they the
24 areas where you just corrected information, was that --
25 well, I guess I can look at it, so it's okay, I will wait

1 for that. I will look at it, thank you.

2 HEARING EXAMINER BRANCARD: Thank you.

3 Mr. Rankin, I see that from your notice that you attached
4 you do discuss, at least for the checklist, what the changes
5 are. Are there any other?

6 MR. RANKIN: Mr. Examiner, I can't hear anything.
7 Can you hear anything?

8 HEARING EXAMINER BRANCARD: Can you hear me?

9 MR. RANKIN: (No audible response.)

10 HEARING EXAMINER BRANCARD: Can you hear me? Am
11 I coming in?

12 MR. FELDEWERT: I can hear you.

13 HEARING EXAMINER BRANCARD: Mr. Rankin, did we
14 lose you? I can see you, Mr. Rankin.

15 TECHNICAL EXAMINER LOWE: Now he is really gone.

16 HEARING EXAMINER BRANCARD: Yeah, Mr. Rankin has
17 left the building. He may be coming into your office, Mr.
18 Feldewert.

19 MR. FELDEWERT: He's coming into my office. I'm
20 going to back up. Go ahead, Mr. Examiner.

21 HEARING EXAMINER BRANCARD: Mr. Rankin, I was
22 thanking you because your notice did describe what the
23 changes were to the checklist, so that's helpful in regards
24 to Mr. Lowe's question.

25 Are there any other interested persons then or

1 concerns for Case 22421?

2 (No audible response.)

3 HEARING EXAMINER BRANCARD: Hearing none -- but
4 Mr. Rankin, your comment on the federal acreage, you don't
5 need to file anything; is that correct?

6 MR. RANKIN: I don't see how it would affect
7 anything from the Division's point of view. I just wanted
8 to make sure it was understood there was a federal lease as
9 well.

10 HEARING EXAMINER BRANCARD: I just wanted to make
11 sure there was wasn't anything that you needed to correct in
12 the filing as well. We will take a look at that. It would
13 be helpful if there is something in the file. With that,
14 Case 22421 will be taken under advisement. Thank you.

15 (Exhibits admitted.)

16 (Taken under advisement.)

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1 STATE OF NEW MEXICO
2 COUNTY OF BERNALILLO

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4 REPORTER'S CERTIFICATE

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6 I, IRENE DELGADO, New Mexico Certified Court
7 Reporter, do hereby certify that I reported the foregoing
8 virtual proceedings in stenographic shorthand and that the
9 foregoing pages are a true and correct transcript of those
10 proceedings to the best of my ability.

11 I FURTHER CERTIFY that I am neither employed by
12 nor related to any of the parties or attorneys in this case
13 and that I have no interest in the final disposition of this
14 case.

15 I FURTHER CERTIFY that the Virtual Proceeding was
16 of reasonable quality.

17 Dated this 20th day of January 2022.

18

/s/ Irene Delgado

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Irene Delgado, NMCCR 253
License Expires: 12-31-22

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