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 CATENA RESOURCES OPERATING, LLC TO POOL ADDITIONAL INTEREST OWNERS LEA COUNTY, NEW MEXICO

Case No. 22808

REPORTER'S TRANSCRIPT OF VIRTUAL PROCEEDINGS

EXAMINER HEARING

June 2, 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 HEARING OFFICER JOHN GARCIA on Thursday, June 2, 2022, through the Webex Platform.

Reported by: PAUL BACA COURT REPORTERS

500 4th Street, NW, Suite 105 Albuquerque, New Mexico 87102

505-843-9241

		Page 2
1	APPEARANCES	
2	For Catena Resources Operating, LLC:	
3	HINKLE SHANOR LLP PO Box 2068	
4	Santa Fe, New Mexio 87504-2068 505-982-4554	
5	BY: DANA S. HARDY	
6	dhardy@hinklelawfirm.com	
7	For MRC Permian:	
8	HOLLAND & HART LLP PO Box 2208	
9	Santa Fe, New Mexico 87504-2208 505-988-4421	
10	BY: MICHAEL FELDEWERT	
11	mfeldewert@hollandhart.com	
12	I N D E X	
13		PAGE
14	CASE CALLED	
15	HEARING	3
16	CERTIFICATE OF REPORTER	6
17		
18	EXHIBITS	
19	NUMBER PAGE ADMITTED	
20	A 5	
21	В 5	
22		
23		
24		
25		

Page 3

1 HEARING OFFICER BRANCARD: With that,

- 2 we're on Item 55, Case 22808, Catena Resources
- 3 Operating.
- 4 MS. HARDY: Mr. Examiner, Dana Hardy with
- 5 the Santa Fe office of Hinkle Shanor on behalf
- 6 Catena Resources Operating.
- 7 HEARING OFFICER BRANCARD: I have an entry
- 8 appearance of MRC Permian Company.
- 9 MR. FELDEVERT: May it please the
- 10 Examiner, Michael Feldewert with the Santa Fe office
- 11 of Holland & Hart.
- 12 HEARING OFFICER BRANCARD: Any there other
- interested persons for to Case 22808?
- 14 Hearing none, you may proceed.
- MS. HARDY: Thank you.
- 16 Catena seeks an order pooling additional
- 17 uncommitted interest under the terms of Order
- 18 Number R-21890, which pooled interest in the Scharb
- 19 Wolfcamp pool underlying a 640-acre standard
- 20 horizontal spacing unit comprised of the east half
- of Sections 17 and 18, Township 19 South, Range 35
- 22 East in Lea County.
- 23 The order further dedicated the unit to
- 24 Rambo 193517 1H well and designated Catena as
- 25 operator of the unit and the well.

Page 4

1 Since the order was entered, Catena

- 2 determined that additional interest in the unit
- 3 should be pooled.
- In support of the application we have
- 5 provided the affidavit of landman Tito Clark.
- 6 Mr. Clark provides the standard land
- 7 exhibits, the tract ownership information as
- 8 provided in Exhibit A3, which also identifies the
- 9 pooled party. We are only seeking to pool MRC
- 10 Permian.
- 11 The notice of information is included in
- 12 Exhibit B, which we timely provided notice and MRC
- 13 received it.
- 14 With that, unless there are questions, I
- 15 request that the exhibits be admitted and that the
- 16 case be taken under advisement.
- 17 Thank you.
- 18 HEARING OFFICER BRANCARD: Thank you.
- 19 Mr. Feldewert, any comments or questions?
- MR. FELDEVERT: No, sir.
- 21 HEARING OFFICER BRANCARD: Mr. Garcia.
- 22 TECHNICAL HEARING OFFICER GARCIA: Same
- 23 question as earlier, I quess. MRC owns almost 19
- 24 percent, so I guess how is that overlooked?
- MS. HARDY: Mr. Garcia, it wasn't

Page 5 overlooked. There was, I believe, a trade that was 1 2 expected to occur that expired. 3 TECHNICAL HEARING OFFICER GARCIA: Okay. MS. HARDY: So that's what happened. 4 TECHNICAL HEARING OFFICER GARCIA: Okay. 5 I have no other questions. 6 7 HEARING OFFICER BRANCARD: Thank you. We 8 keep trying get your landman in trouble. 9 MS. HARDY: You're doing your best, but 10 I'm doing my best so ... 11 HEARING OFFICER BRANCARD: All right. Any 12 other persons interested in Case 22808? 13 Hearing none, the exhibits are admitted into the record and Case 22808 is taken under 14 15 advisement. 16 MS. HARDY: Thank you. 17 (Matter concluded.) 18 19 2.0 21 22 23 24 25

	Page 6	
1	REPORTER'S CERTIFICATE	
2		
3	I certify that the foregoing is a correct	
4	transcript from the record of proceedings in the	
5	above-entitled matter. I further certify that the	
6	transcript fees and format comply with those	
7	prescribed by the Court and the Judicial Conference	
8	of the United States.	
9		
10	Date: June 2, 2022	
11	/s/ Edwina Castillo	
12		
13	EDWINA CASTILLO, RPR, CCR	
14	Certified Court Reporter #407 License Expires: 12-31-2022	
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		
25		
Ī		