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 BTA OIL PRODUCERS, LLC FOR COMPULSORY POOLING LEA COUNTY, NEW MEXICO

Case No. 22809, 22810

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

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1	APPEARANCES	
2	For BTA Oil Producers, LLC:	
3	HINKLE SHANOR LLP PO Box 2068	
4	Santa Fe, New Mexico 87504-2068	
5	505-982-4554 BY: JACLYN McLEAN jmclean@hinklelawfirm.com	
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1 HEARING OFFICER BRANCARD: So with that, I

- 2 will call Cases 22809, 22810 BTA Oil Producers.
- 3 MS. McLEAN: Jaclyn McLean with Hinkle
- 4 Shanor on behalf of the BTA Oil Producers.
- 5 HEARING OFFICER BRANCARD: Are there any
- 6 other interested persos for Cases 22809, 22810?
- 7 Hearing none, Ms. McLean, you may proceed.
- 8 MS. McLEAN: Thank you.
- 9 In Case Number 22809, BTA seeks an order
- 10 pooling all uncommitted interests in the Upper Penn
- 11 Pool, Code 9833 in the Pennsylvania Shale formation
- 12 underlying a 240-acre, more or less, standard
- 13 horizontal spacing unit comprised of the east
- 14 half-east half of Section 18, Township 17 South,
- 15 Range 36 East, and the east half, northeast quarter
- of Section 19, Township 17 South, Range 36 East, Lea
- 17 County, New Mexico.
- 18 And this, like I said, will be a 240-acre
- 19 horizontal spacing unit.
- 20 And in Case Number 22810, BTA seeks an
- 21 order pooling all uncommitted interest in the Upper
- 22 Penn Pool in the Pennsylvania Shale formation
- 23 underlying a 240-acre, more or less, standard
- 24 horizontal spacing unit comprised of the west
- 25 half-east half of Section 18, Township 17 South,

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- 1 Range 36 East, in the west half, northeast quarter
- of Section 19, Township 17 South, Range 36 East, Lea
- 3 County, New Mexico.
- 4 And BTA is dedicating these two units to
- 5 their Big Piney 22115 19-18 State Com Number 1H and
- 6 Number 2H wells.
- 7 And the exhibit packets that we submitted
- 8 for Cases 22809 and 22810 contain the compulsory
- 9 pooling checklist, Exhibit A, which is the land
- 10 professional's testimony and related exhibits.
- 11 And then Exhibit B, which is the
- 12 geologist's testimony and related geology exhibits.
- 13 And for the geology testimony we've included the
- 14 resume of David Childers who has not yet testified
- 15 before the Division.
- 16 Mr. Childers has been with BTA Oil
- 17 Producers since 1999 where he has provided
- 18 geological support for BTA's Gulf Coast exploration
- 19 program and BTA's program in the Delaware Basin.
- 20 And we ask that the Division accept
- 21 Mr. Childers' credentials and qualifications and
- 22 accept him as an expert in geology.
- 23 HEARING OFFICER BRANCARD: So accepted as
- 24 an expert.
- MS. McLEAN: Thank you.

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1 Finally, Exhibit C is a notice affidavit

- 2 that includes a sample notice letter. That offer is
- 3 sent to the interested parties, a chart that shows
- 4 when notice was sent and when you received the
- 5 certified mail receipts, as well as an affidavit of
- 6 publication for May 12, 2022.
- 7 And with that, I ask that ExhibitS A, B
- 8 and C for Cases 22809 and 22810 be admitted into the
- 9 record and the cases be taken under advisement.
- 10 HEARING OFFICER BRANCARD: Thank you.
- 11 Mr. Garcia, any questions?
- 12 TECHNICAL HEARING OFFICER GARCIA: Just
- one for each case. Will there be any stranded
- 14 acreage in the south half of these sections?
- 15 MS. McLEAN: Are you asking because it has
- 16 just the northeast quarter? Right. You know, I'm
- 17 not 100 percent sure but we can ask and report back
- 18 to you.
- 19 TECHNICAL HEARING OFFICER GARCIA: If you
- 20 could do that and just submit an affidavit
- 21 discussing that.
- That's all I have.
- 23 HEARING OFFICER BRANCARD: Thank you.
- I answered my own question by staring
- 25 harder at the C102.

Page 6 Are there any interested persons, then, for Cases 22809, 22810, 22811 -- 22810 and 22809. Sorry, just those two? Hearing none, the exhibits will be admitted into record and these cases, 22809, 22810 will be taken under advisement with the stipulation that BTA will discuss whether there's any stranded acreage to the south. Is that correct, Mr. Garcia? TECHNICAL HEARING OFFICER GARCIA: Correct. HEARING OFFICER BRANCARD: Thank you. (Matter concluded.)

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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	
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