STATE OF NEW MEXICO

ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

IN THE MATTTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NOS. 21252, 21253

APPLICATION OF TITUS OIL & GAS PRODUCTION, LLC, FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

THURSDAY, AUGUST 20, 2020

SANTA FE, NEW MEXICO

This matter came on for hearing before the New Mexico Oil Conservation Division, FELICIA ORTH Hearing Examiner, and Technical Examiners SCOTT COX and DEAN McCLURE on Thursday, August 20, 2020, Via Webex Video conferencing

REPORTED BY: Mary Therese Macfarlane

New Mexico CCR 122

Paul Baca Professional Court Reporters

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			Page 2
1	APPEARANCES.		
2	FOR THE APPLICANT:	Sharon T. Shaheen, Esq. Montgomery & Andrews 325 Paseo De Peralta	
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6			
7		INDEX	
8	CASE NUMBER 21252, 21253 CALLED		PAGE
9	ARGUMENT BY MS. SHAHEEN:		3
10	INQUIRY BY MR. COX:		5
11	TAKEN UNDER ADVISEMENT:		
12			
13	APPLICAN'TS WITNESSES (BY AFFIDAVIT):		
14	REED BRUNETTE (Landman)		4
15	ALLEN FRIERSON (Geologist)		4
16			
17	ЕХН	I B I T I N D E X	
18	APPLICANT TITUS GAS PRO	OUCTION COMPANY, LLC	ADMITTED
19	A-1 through A-8		6
20	В		6
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- 1 (Time noted 10:12 a.m.)
- 2 HEARING EXAMINER ORTH: Let me call Cases 21252
- 3 and 21253. Titus Oil and Gas is the Applicant. These are
- 4 Compulsory Pooling Applications for a well named El
- 5 Campeon.
- 6 Ms. Shaheen, are you here for Montgomery
- 7 and Andrews for the Applicant?
- MS. SHAHEEN: Yes, I am, Madam Examiner.
- 9 HEARING EXAMINER ORTH: Thank you. I notice
- 10 that your exhibits were timely submitted.
- 11 Let me pause a moment to ask if there are
- 12 any other appearances this morning.
- 13 (Note: No response.)
- 14 If you would please proceed, Ms. Shaheen.
- MS. SHAHEEN: Thank you.
- 16 Titus proposes to pool two spacing units,
- 17 240 acres, one for the Bone Spring and one for the
- 18 Wolfcamp, in the same acreage that is specifically the
- 19 east half/the west half of Section 29, Township 26 South,
- 20 Range 35 East, and the east half of the northwest quarter
- 21 of Irregular Section 32, Township 26, Range 35 east. The
- 22 south line of that northwest quarter is the Texas state
- 23 line.
- 24 So Case No. 21252 is the Bone Spring is the
- 25 322H; and Case No. 21253 is two Wolfcamp oil wells, 432H

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- 1 and 512H.
- With that I would turn to the Table of
- 3 Contents that's in our exhibit package. The checklists
- 4 are behind Tab 1, applications are behind Tab 2. The
- 5 landman exhibit is Exhibit A.
- 6 The landman exhibits are for both case
- 7 numbers, so you'll find those in the Table of Contents A-1
- 8 through A-8, and they all pertain to both case numbers.
- 9 With respect to the geology exhibits and
- 10 affidavit, the affidavit is Exhibit B at Tab 5, and then
- 11 we do have two separate sets of geology exhibits for each,
- 12 because we laid them out for Case No. 21252 and 21253.
- 13 All of the exhibits contain the information
- 14 requested in the checklists and otherwise required by the
- 15 Division.
- 16 Exhibit C is the Affidavit of Notice. Most
- 17 parties received Notice by mail, there were some who did
- 18 not, but in an abundance of caution everyone was
- 19 identified in the Publication Notice.
- 20 I would note that this case was filed a few
- 21 months back and then there was an interim period where
- 22 some leases expired and other folks became the interested
- 23 parties, and so we provided Notice to the new parties, and
- 24 that is reflected in the exhibits and affidavits.
- 25 The other thing I would note is that our

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1 landman here has not been accepted before -- he has not

- 2 previously testified before the Division, but we've
- 3 provided his credentials in his affidavit, and we would
- 4 ask that he be, his testimony be admitted as an expert in
- 5 this case.
- 6 With that, unless someone has some
- 7 questions I would ask that all of these exhibits be
- 8 admitted into the record and that the Division take these
- 9 two cases under advisement.
- 10 HEARING EXAMINER ORTH: Thank you, Ms. Shaheen.
- 11 Mr. Cox, do you have questions of Ms.
- 12 Shaheen.
- MR. COX: There were no special provisions in
- 14 these cases?
- 15 Ms. Shaheen?
- 16 MS. SHAHEEN: I'm sorry. There were no special
- 17 payment provisions in these cases. That's correct.
- MS. COX: Thank you, Ms. Shaheen. That's all.
- 19 HEARING EXAMINER ORTH: Thank you.
- 20 Mr. McClure?
- MS. McCLURE: No, ma'am. I have no questions
- 22 at this point.
- 23 HEARING EXAMINER ORTH: All right. Thank you
- 24 all.
- 25 Ms. Shaheen, your exhibits are admitted and

Page 6 the matters will be taken under advisement. MS. SHAHEEN: Thank you very much. (Time noted: 9:59 a.m.)

Page 7 STATE OF NEW MEXICO) 1 2 :SS 3 COUNTY OF TAOS) 4 REPORTER'S CERTIFICATE 5 I, Mary Therese Macfarlane, a duly licensed 6 Certified Court Reporter for the State of New Mexico, do hereby certify that on Thursday, August 20, 2020, the 8 proceedings in the above-captioned matter were taken 9 before me; that I did report in stenographic shorthand the 10 proceedings set forth herein, and the foregoing pages are 11 12 a true and correct transcription to the best of my ability 13 and control. I further certify that I am neither employed by 14 15 nor related to nor contracted with (unless excepted by the 16 rules) any of the parties or attorneys in this case, and that I have no interest whatsoever in the final 17 disposition of this case in any court. 18 19 /s/ Mary Macfarlane 20 21 Mary Therese Macfarlane, CCR NM Certified court Reporter No. 122 22 License Expires: 12/31/2020 23 24 25