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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 NOS: 21180

APPLICATION OF CATENA RESOURCES OPERATING LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

April 30, 2020

SANTA FE, NEW MEXICO

This matter came on for hearing before the New Mexico Oil Conservation Division, EXAMINERS FELICIA ORTH, LEONARD LOWE, KATHLEEN MURPHY, DYLAN COSS and SCOTT COX on Thursday, April 30, 2020 at the New Mexico Energy, Minerals, and Natural Resources Department, Wendell Chino Building, 1220 South St. Francis Drive, Porter Hall, Room 102, Santa Fe, New Mexico.

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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1	APPEARANCES	
2	For the Applicant:	
3	JULIA BROGGI	
4	HOLLAND & HART 110 North Guadalupe, Suite 1	
5	Santa Fe, NM 87501 505-954-7286	
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1 HEARING EXAMINER ORTH: 21180, Catena Resources,

- 2 a compulsory pooling matter related to a well Parallel 1.
- 3 Is there someone from Holland & Hart here?
- 4 MS. BROGGI: Good morning, Madam Examiner. Julia
- 5 Broggi from the Santa Fe office of Holland & Hart on behalf
- 6 the applicant, Catena Resources Operating LLC.
- 7 HEARING EXAMINER ORTH: All right, thank you.
- 8 And let me pause for a moment to see if there are other
- 9 appearances this morning.
- 10 (No response.)
- 11 HEARING EXAMINER ORTH: No. Go ahead, Ms.
- 12 Broggi.
- MS. BROGGI: Madam Examiner, we are planning to
- 14 present these cases by affidavit, and to that end we
- 15 submitted an exhibit packet on Tuesday. So before the
- 16 Division you will have a packet that begins with the table
- 17 of contents.
- 18 You will see as Exhibit A -- excuse me -- it's a
- 19 compulsory pooling application checklist, followed by
- 20 Exhibit B, which is the application for compulsory pooling
- 21 that was originally filed with the Division.
- 22 Exhibit C is an affidavit from the land manager,
- 23 Robert Swann, and he testifies that Catena is seeking to
- 24 pool all the uncommitted interests in the Wolfcamp formation
- 25 underlying an approximately 320 acre spacing unit comprised

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- of the W/2 W/2 of Section 35, Township 18 South, Range 34
- 2 East, and the W/2 W/2 of Section 2, Township 19 South, Range
- 3 34 East, Eddy County, New Mexico.
- 4 And Catena is proposing to dedicate that spacing
- 5 unit to a single initial well which will be Parallel 193402
- 6 Number 1H well, and accompanying Exhibit C are the various
- 7 land exhibits which are attached as Exhibits C1 through C4.
- 8 Following that is the geology affidavit attached
- 9 as Exhibit B, along with the accompanying geology exhibit.
- 10 And then finally Exhibit E is an affidavit from myself
- 11 showing that notice of the hearing was provided to
- 12 interested parties.
- 13 We did provide notice by publication, which is
- 14 attached as Exhibit F. It wasn't actually necessary, but we
- 15 did that out of an abundance of caution because we know that
- 16 parties that Catena is seeking to pool did receive notice of
- 17 the hearing. And with that we would move admission of the
- 18 exhibit packet, Exhibit A through Exhibit F.
- 19 HEARING EXAMINER ORTH: All right. Thank you,
- 20 Ms. Broggi. Exhibit A through F are accepted.
- 21 (Exhibits A through F admitted.)
- 22 HEARING EXAMINER ORTH: Mr. Coss, do you have
- 23 questions of Ms. Broggi?
- 24 EXAMINER COSS: No. No, I do not at this time,
- 25 thank you.

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1	HEARING EXAMINER ORTH: All right. Mr. Cox?
2	EXAMINER COX: No, ma'am. No questions. Thank
3 yc	ou.
4	HEARING EXAMINER ORTH: All right. Thank you,
5 Ms	. Broggi.
6	The package is accepted and will be taken under
7 ad	lvisement.
8	MS. BROGGI: Thank you, Madam Examiner.
9	(Taken under advisement.)
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Page 6 STATE OF NEW MEXICO 2. COUNTY OF BERNALILLO 3 REPORTER'S CERTIFICATE 5 6 I, IRENE DELGADO, New Mexico Certified Court 7 Reporter, CCR 253, do hereby certify that I reported the 8 foregoing proceedings in stenographic shorthand and that the 9 foregoing pages are a true and correct transcript of those 10 proceedings that were reduced to printed form by me to the best of my ability. 11 12 I FURTHER CERTIFY that the Reporter's Record of 13 the proceedings truly and accurately reflects the exhibits, 14 if any, offered by the respective parties. 15 I FURTHER CERTIFY that I am neither employed by nor related to any of the parties of attorneys in this case 16 and that I have no interest in the final disposition of this 17 18 case. Dated this 30th day of April 2020. 19 20 /s/ Irene Delgado 2.1 Irene Delgado, NMCCR 253 License Expires: 12-31-20 22 23 2.4 25