

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: 21442

APPLICATION OF FRANKLIN MOUNTAIN ENERGY LLC
FOR COMPULSORY POOLING,
LEA COUNTY, NEW MEXICO.

REPORTER'S TRANSCRIPT OF VIRTUAL PROCEEDINGS

EXAMINER HEARING

OCTOBER 8, 2020

SANTA FE, NEW MEXICO

This matter came on for virtual hearing before the New Mexico Oil Conservation Division, HEARING OFFICER FELICIA ORTH and TECHNICAL EXAMINERS LEONARD LOWE and KURT SIMMONS on Thursday, October 8, 2020, through the Webex Platform.

Reported by: Irene Delgado, NMCCR 253
PAUL BACA PROFESSIONAL COURT REPORTERS
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Albuquerque, NM 87102
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A P P E A R A N C E S

For the Applicant:

DEANA BENNETT
MODRALL SPERLING ROEHL HARRIS & SISK PA
500 4th Street, NW, Suite 1000
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I N D E X

CASE CALLED

SUMMARY OF CASE AND EXHIBITS 03

TAKEN UNDER ADVISEMENT 05

REPORTER CERTIFICATE 06

E X H I B I T I N D E X

All Exhibits and Attachments Admitted 05

1 HEARING EXAMINER ORTH: We will move now to
2 21442. Franklin Mountain is the applicant, compulsory
3 pooling application. The well name is Kaston Fed.

4 Ms. Bennett, are you here again for Franklin
5 Mountain?

6 MS. BENNETT: Yes, I am. Good morning again,
7 Madam Examiner and technical examiners. Deana Bennett here
8 on behalf of Franklin Mountain Energy LLC.

9 HEARING EXAMINER ORTH: Thank you. I see no
10 other appearances. Let me pause for a moment to see if
11 there will be any other appearances.

12 (No audible response.)

13 HEARING EXAMINER ORTH: Hearing nothing, if you
14 would, please.

15 MS. BENNETT: Good morning. Case Number 21442 is
16 the companion case to 21440 and 21439. This case involves
17 the W/2 E/2 of Sections 1 and 12, and the NW/4 of the NE/4
18 of Section 13, Township 26 South, Range 35 East, in Lea
19 County.

20 The application materials are in the exhibit
21 packet that I presented, which I did also e-mail -- I should
22 have said that for the last case -- to the Division on
23 Tuesday before 5.

24 But the exhibit packet includes again on Page 9
25 the overview of the development plan which identifies the

1 wells that Franklin Mountain Energy is seeking on the units
2 that Franklin Mountain Energy is seeking in the entire
3 development plan.

4 This case for the Katson Fed Com 603H well is a
5 Bone Spring well. We've included with this application or
6 these exhibit materials Ms. Albrechts' affidavit, our
7 landman. As I mentioned before, Ms. Albrecht has previously
8 testified before the Division and her credentials were
9 accepted as a matter of record.

10 Behind her affidavit are the application, the
11 C-103, the lease tract map, along with the breakout of the
12 ownership, the recapitulation table, as well as the summary
13 of contacts of working interest owners, the proposal letter
14 and the AFE.

15 Also behind her affidavit is my notice affidavit
16 where I testify that I did timely send out notice letters
17 and published.

18 Behind that material is Mr. Kessel's affidavit,
19 and Mr. Kessel is the geologist, and he has previously
20 testified before the Division. And behind his geology
21 tab -- excuse me -- behind his geology affidavit are the
22 usual geologic slides including a locator map, a gunbarrel,
23 wine rack view of the proposed development, structure map,
24 cross section, the cross section well identified, and a
25 gross interval isochore.

1 He also includes with his exhibit an excerpt from
2 a Snee & Zoback paper that define the orientation of the
3 wells.

4 With that, I would like to move the admission of
5 the exhibits in Case Number 21442.

6 HEARING EXAMINER ORTH: All right. Thank you,
7 Ms. Bennett. Let me see if the technical examiners have any
8 questions. Mr. Simmons?

9 TECHNICAL EXAMINER SIMMONS: No, I don't see
10 anything at this time. Thank you.

11 HEARING EXAMINER ORTH: Thank you. Mr. Lowe?

12 TECHNICAL EXAMINER LOWE: I have no questions.

13 HEARING EXAMINER ORTH: Thank you. Thank you,
14 Ms. Bennett. Your exhibits are admitted and the matter will
15 be taken under advisement. That was 21442.

16 (Exhibits admitted.)

17 (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, CCR 253, do hereby certify that I reported the
8 foregoing virtual proceedings in stenographic shorthand and
9 that the foregoing pages are a true and correct transcript
10 of those 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 poor to good quality.

17 Dated this 8th day of October 2020.

18

/s/ Irene Delgado

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Irene Delgado, NMCCR 253
License Expires: 12-31-20

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