

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: 20929

APPLICATION OF MEWBOURNE OIL  
COMPANY FOR COMPULSORY POOLING,  
EDDY COUNTY, NEW MEXICO.

REPORTER'S TRANSCRIPT OF PROCEEDINGS  
EXAMINER HEARING  
December 12, 2019  
SANTA FE, NEW MEXICO

This matter came on for hearing before the New Mexico Oil Conservation Division, EXAMINERS LEONARD LOWE, DEAN McCLURE, DYLAN COSS and LEGAL EXAMINER ERIC AMES, on Thursday, December 12, 2019, 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

1 A P P E A R A N C E S

2 For the Applicant:

3 DANA HARDY  
 4 HINKLE SHANOR LLP  
 5 P.O. Box 0268  
 6 Santa Fe, NM 87504  
 7 505-982-4554

8 For MRC Permian:

9 MICHAEL FELDEWERT  
 10 HOLLAND & HART  
 11 110 North Guadalupe, Suite 1  
 12 Santa Fe, NM 87501  
 13 505-954-7286

14 For Cimarron Energy:

15 EARL DEBRINE  
 16 MODRALL SPERLING ROEHL HARRIS & SISK PA  
 17 500 4th Street, NW, Suite 1000  
 18 Albuquerque, NM 87102  
 19 505-848-9710

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21 I N D E X

22 CASE NO. 20929 CALLED

23 SUMMARY OF CASE AND EXHIBITS 03

24 TAKEN UNDER ADVISEMENT 04

25 REPORTER CERTIFICATE 05

26

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

28 Admitted

29 1 and 2 (All attachments) 04

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1                   HEARING EXAMINER LOWE: At this point we would  
2 like to call Case Number 20929, Mewbourne Energy for  
3 compulsory pooling, and ask if you would like to combine  
4 20930 with 20929 and have any other entries of appearances.

5                   MS. HARDY: These two applications actually  
6 involve different acreage.

7                   MR. DEBRINE: Earl DeBrine with Modrall Sperling  
8 on behalf of Cimarron Energy Company.

9                   MR. FELDEWERT: Mr. Examiner, Michael Feldewert  
10 with the Santa Fe office of Holland & Hart in Case 20929, we  
11 are appearing on behalf of MRC Permian Company. And in case  
12 20930, we're appearing not only on behalf of MRC Permian,  
13 but also MRC Permian LLC Company, and we do not object to  
14 either case proceeding by affidavit.

15                  MR. DEBRINE: And the same is true for Cimarron.

16                  HEARING EXAMINER COSS: You may proceed.

17                  MS. HARDY: In case Number 20929, Mewbourne Oil  
18 Company seeks to pool all uncommitted mineral interests in  
19 the Bone Spring formation in a 240 acre, more or less,  
20 standard horizontal spacing unit comprised of the N/2 S/2 of  
21 Section 13, Township 19 South, Range 28 East, and the N/2 of  
22 the SW/4 of Section 18, Township 19 South, Range 29 East, in  
23 Eddy County.

24                  The horizontal spacing unit will be dedicated to  
25 Rattlesnake 13 and 18 B2LK State Com 1H. Rattlesnake 13//18

1 B3LK State Com 1H well.

2 The exhibits I have provided to you include  
3 Exhibit 1, which is the self-affirmed statement of landman  
4 Lee Scarborough and Exhibit 2 self-affirmed statement of  
5 geologist Charles Crosby. The notice information is  
6 provided as Exhibits E and F to Mr. Scarborough's affidavit  
7 and include the sample notice letter and green card return  
8 receipt and the affidavit of the publication, and that is  
9 behind Tab F to Mr. Scarborough's affidavit.

10 So with that I would ask that Exhibits 1 and 2  
11 and their attachments be admitted into the record and that  
12 the case be taken under advisement.

13 HEARING EXAMINER COSS: Any objection?

14 MR. FELDEWERT: No objection.

15 MR. DEBRINE: No objection.

16 HEARING EXAMINER COSS: The exhibits will be  
17 admitted and Case 20929 will be taken under advisement.

18 (Exhibits 1 and 2 admitted.)

19 MS. HARDY: Thank you.

20 (Case 20929 taken under advisement. Adjourned.)

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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 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  
11 best of my ability.

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  
16 nor related to any of the parties or attorneys in this case  
17 and that I have no interest in the final disposition of this  
18 case.

19 Dated this 12th day of December 2019.

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Irene Delgado, NMCCR 253  
License Expires: 12-31-19

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