

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 MEWBOURNE OIL  
COMPANY FOR A NONSTANDARD OIL  
SPACING AND PRORATION UNIT AND  
COMPULSORY POOLING, EDDY COUNTY,  
NEW MEXICO. CASE NO. 15635

APPLICATION OF MEWBOURNE OIL  
COMPANY FOR A NONSTANDARD OIL  
SPACING AND PRORATION UNIT AND  
COMPULSORY POOLING, EDDY COUNTY,  
NEW MEXICO. Consolidated with  
CASE NO. 15636

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

March 30, 2017

Santa Fe, New Mexico

BEFORE: PHILLIP GOETZE, CHIEF EXAMINER  
WILLIAM V. JONES, TECHNICAL EXAMINER  
MICHAEL McMILLAN, TECHNICAL EXAMINER  
DAVID K. BROOKS, LEGAL EXAMINER

This matter came on for hearing before the  
New Mexico Oil Conservation Division, Phillip Goetze,  
Chief Examiner, William V. Jones and Michael McMillan,  
Technical Examiners, and David K. Brooks, Legal  
Examiner, on Thursday, March 30, 2017, 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: Mary C. Hankins, CCR, RPR  
New Mexico CCR #20  
Paul Baca Professional Court Reporters  
500 4th Street, Northwest, Suite 105  
Albuquerque, New Mexico 87102

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# APPEARANCES

FOR APPLICANT MEWBOURNE OIL COMPANY:

JAMES G. BRUCE, ESQ.  
Post Office Box 1056  
Santa Fe, New Mexico 87504  
(505) 982-2043  
jamesbruc@aol.com

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## EXHIBITS OFFERED AND ADMITTED

Case Number 15635:	
Mewbourne Oil Company Exhibit Numbers 7 and 12	4
Case Number 15636:	
Mewbourne Oil Company Exhibit Numbers 5, 6, 7 and 12	4

1 (8:27 a.m.)

2 EXAMINER GOETZE: Case Number 15635,  
3 application of Mewbourne Oil Company for a nonstandard  
4 oil spacing and proration unit and compulsory pooling,  
5 Eddy County, New Mexico.

6 Call for appearances.

7 MR. BRUCE: Mr. Examiner, Jim Bruce of  
8 Santa Fe representing the Applicant. Again, this is  
9 just continued for notice purposes.

10 The first one is Case 15635. The Affidavit  
11 of Notice to the offset operators shows that one letter  
12 was returned to Kaye H. Gassie. So we subsequently --  
13 it was unclaimed certified mail, so we published notice  
14 against her. And submitted as Exhibit 12 is the  
15 Affidavit of Publication. So in that matter, we would  
16 move the admission of Exhibits 7 and 12 and ask that the  
17 case be taken under advisement.

18 And in Case 15636, Exhibit 5 is an  
19 Affidavit of Notice to the interest owners being pooled.  
20 I had not received back a green card from EOG Resources,  
21 who I believe is here today. That's the first notice  
22 letter. So I never got a green card back even though it  
23 shows that it was a month and a half ago that it got to  
24 Midland. So I subsequently sent another letter to EOG  
25 Resources. And it shows it was delivered, but I never

1 got a green card back.

2 EXAMINER GOETZE: You do have uncanny luck  
3 with those.

4 MR. BRUCE: Yeah. I blame the geologist.

5 EXAMINER GOETZE: Thank you.

6 MR. BRUCE: And Exhibit 6 is simply a list  
7 of the offset interest owners to these wells.

8 Exhibit 7 is an Affidavit of Notice to the  
9 offset operators. They all received notice except,  
10 again, for Kaye Gassie.

11 And Exhibit 12 is an Affidavit of  
12 Publication against Kaye Gassie.

13 So I would move the admission of Exhibits  
14 5, 6, 7 and 12 and that the case be taken under  
15 advisement.

16 EXAMINER GOETZE: Okay. In Case 15635,  
17 Exhibits 7 and 12 are so entered into the record.

18 For Case 15636, Exhibits 5, 6, 7, and, I  
19 believe, 12 are so entered into the record.

20 (Mewbourne Oil Company, Case Number 15635,  
21 Exhibit Numbers 7 and 12, and Case Number  
22 15636, Exhibit Numbers 5, 6, 7 and 12 are  
23 offered and admitted into evidence.)

24 EXAMINER GOETZE: Case 15635 and Case 15636  
25 are taken under advisement.

1 Do you have anything else?

2 MR. BRUCE: 15637 and 638, which were heard  
3 together.

4 (Case Numbers 15635 and 15636 conclude,  
5 8:31 a.m.)

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1 STATE OF NEW MEXICO  
2 COUNTY OF BERNALILLO

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4 CERTIFICATE OF COURT REPORTER

5 I, MARY C. HANKINS, Certified Court  
6 Reporter, New Mexico Certified Court Reporter No. 20,  
7 and Registered Professional Reporter, do hereby certify  
8 that I reported the foregoing proceedings in  
9 stenographic shorthand and that the foregoing pages are  
10 a true and correct transcript of those proceedings that  
11 were reduced to printed form by me to the best of my  
12 ability.

13 I FURTHER CERTIFY that the Reporter's  
14 Record of the proceedings truly and accurately reflects  
15 the exhibits, if any, offered by the respective parties.

16 I FURTHER CERTIFY that I am neither  
17 employed by nor related to any of the parties or  
18 attorneys in this case and that I have no interest in  
19 the final disposition of this case.

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22 MARY C. HANKINS, CCR, RPR  
23 Certified Court Reporter  
24 New Mexico CCR No. 20  
25 Date of CCR Expiration: 12/31/2017  
Paul Baca Professional Court Reporters