

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 XTO ENERGY, INC.  
TO REVISE THE WELL NAME AND TO  
DEDICATE TWO ADDITIONAL INITIAL  
WELLS TO THE NONSTANDARD SPACING  
AND PRORATION UNIT UNDER THE  
TERMS OF ORDER R-14478, EDDY  
COUNTY, NEW MEXICO.

CASE NO. 15806  
(Re-opened)

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

January 25, 2018

Santa Fe, New Mexico

BEFORE: WILLIAM V. JONES, CHIEF EXAMINER  
DAVID K. BROOKS, LEGAL EXAMINER

This matter came on for hearing before the  
New Mexico Oil Conservation Division, William V. Jones,  
Chief Examiner, and David K. Brooks, Legal Examiner, on  
Thursday, January 25, 2018, 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  
(505) 843-9241

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APPEARANCES

FOR APPLICANT XTO ENERGY, INC.:

JORDAN L. KESSLER, ESQ.  
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EXHIBITS OFFERED AND ADMITTED

XTO Energy, Inc. Exhibit Number 11	3
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1 (4:09 p.m.)

2 EXAMINER JONES: Call Case Number 15806,  
3 re-opened, application of XTO Energy, Inc. to revise the  
4 well name and to dedicate two additional initial wells  
5 to the nonstandard spacing and proration unit under the  
6 terms of Order R-14478, Eddy County, New Mexico.

7 Call for appearances.

8 MS. KESSLER: Mr. Examiner, Jordan Kessler,  
9 from the Santa Fe office of Holland & Hart, on behalf of  
10 the Applicant.

11 Mr. Examiner, this case was presented by  
12 affidavit. At the time it was presented, Mr. Brooks  
13 requested that XTO provide notice to the owners in the  
14 mineral estate due to a nonstandard unit in the Purple  
15 Sage. We provided said notice and had, for the  
16 overriding royalty interest owners, a couple of green  
17 cards returned undeliverable. So we provided an  
18 Affidavit of Publication directed to all of the  
19 overriding royalty interest owners, and that is in front  
20 of you marked as Exhibit 11.

21 EXAMINER JONES: Exhibit Number 11 will be  
22 admitted in Case Number 15806, and it'll be taken under  
23 advisement.

24 (XTO Energy, Inc. Exhibit Number 11 is  
25 offered and admitted into evidence.)

1 MS. KESSLER: And I think you asked me to  
2 do a draft order in that case. I'm happy to do that for  
3 you. Is that helpful or not helpful?

4 EXAMINER JONES: I'm not sure who heard  
5 that case originally. I think it was Will.

6 (Laughter.)

7 EXAMINER JONES: It was me. So -- okay. I  
8 can remember something about the 30th.

9 MS. KESSLER: Right. So I will be happy to  
10 put together a draft order if you'd like.

11 EXAMINER JONES: Okay. That sounds good  
12 because Mr. Brooks can prepare orders for it.

13 EXAMINER BROOKS: Well, it's kind of hard  
14 to know how to write one for a nonstandard spacing unit  
15 without compulsory pooling. Well, that's not the last  
16 case. Yeah. We took that one under advisement before  
17 the break. But y'all wanted an expedited order on that  
18 one that -- that last one.

19 MS. KESSLER: For OXY, yeah.

20 EXAMINER BROOKS: Yeah. The OXY one, you  
21 wanted -- OXY --

22 MS. KESSLER: Draft order for me on that  
23 one.

24 EXAMINER BROOKS: I mean, I don't know.

25 EXAMINER JONES: I don't need it.

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(Case Number 15806 concludes, 4:10 p.m.)

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.

20 DATED THIS 13th day of February 2018.

21

22

23 MARY C. HANKINS, CCR, RPR  
24 Certified Court Reporter  
New Mexico CCR No. 20  
Date of CCR Expiration: 12/31/2018  
Paul Baca Professional Court Reporters

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