

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 CHEVRON U.S.A., INC. CASE NO. 16152
FOR A NONSTANDARD SPACING AND
PRORATION UNIT AND COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

June 14, 2018

Santa Fe, New Mexico

BEFORE: MICHAEL McMILLAN, CHIEF EXAMINER
 DAVID K. BROOKS, LEGAL EXAMINER

This matter came on for hearing before the
New Mexico Oil Conservation Division, Michael McMillan,
Chief Examiner, and David K. Brooks, Legal Examiner, on
Thursday, June 14, 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
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APPEARANCES

FOR APPLICANT CHEVRON U.S.A., INC.:

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EXHIBITS OFFERED AND ADMITTED

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1 (10:24 a.m.)

2 EXAMINER McMILLAN: So I'll call Case
3 Number 16152, application of Chevron U.S.A.,
4 Incorporated for a nonstandard spacing and proration
5 unit and compulsory pooling, Eddy County, New Mexico.

6 Call for appearances.

7 MS. BROGGI: Julia Broggi, from
8 Holland & Hart, on behalf of the Applicant.

9 EXAMINER McMILLAN: Please proceed.

10 MS. BROGGI: Mr. Examiner, we had continued
11 this case a couple of weeks ago -- or almost a month
12 ago. At this point I would just like to address some
13 notice issues. Not all parties had received notice. We
14 have gone back and remedied that situation.

15 And you'll find, as Exhibit 14, an
16 affidavit from myself with copies of all the notice
17 letters that were provided to all of the parties that
18 Chevron is trying to pool, as well as the offsets. So
19 we would move for admission of Exhibit 14 into the
20 record.

21 EXAMINER McMILLAN: Exhibit 14 may now be
22 accepted as part of the record.

23 (Chevron U.S.A., Inc. Exhibit Number 14 is
24 offered and admitted into evidence.)

25 MS. BROGGI: It's an amended affidavit, so

1 just the notice.

2 And then the only other thing was at the
3 hearing, one of the Examiners had asked us to update
4 what is Exhibit 15, the initial exhibit, and
5 specifically to update the Comment Section about the
6 status of negotiations with the proposed pool parties.
7 And so that's what you'll see as Exhibit 15.

8 EXAMINER McMILLAN: Okay. So Exhibits 14
9 and 15 may now be accepted as part of the record.

10 (Chevron U.S.A., Inc. Exhibit Numbers 14
11 and 15 are offered and admitted into
12 evidence.)

13 MS. BROGGI: Thank you.

14 And with that, we would request that Case
15 16152 be taken under advisement.

16 EXAMINER McMILLAN: Case Number 16152 may
17 now be taken under advisement.

18 Thank you.

19 MS. BROGGI: Thank you very much.

20 EXAMINER McMILLAN: Let's take a ten-minute
21 break.

22 (Case Number 16152 concludes, 10:26 a.m.)

23 (Recess, 10:26 a.m. to 10:41 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.

20 DATED THIS 17th day of July 2018.

21

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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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