

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: 20286
20287
20288
20289
20290

APPLICATION OF KAISER-FRANCIS OIL
COMPANY FOR COMPULSORY POOLING,
EDDY COUNTY, NEW MEXICO.

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

MAY 30, 2019

SANTA FE, NEW MEXICO

This matter came on for hearing before the New Mexico Oil Conservation Division, Examiners Michael McMillan and Leonard Lowe, and Legal Examiner David Brooks, on Thursday, May 30, 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
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APPEARANCES

For the Applicant: JAMES BRUCE
P.O. Box 1056
Santa Fe, NM 87504-1056

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CASE NOS: 20286 through 20290 CALLED 03
CONTINUED 05

1 EXAMINER McMILLAN: Okay. I would like to now
2 call Case 20286, application of Kaiser-Francis for
3 compulsory pooling, Eddy County. Call for appearances.

4 MR. BRUCE: Mr. Examiner, Jim Bruce of Santa Fe
5 representing the applicant. You had -- and I think what I
6 would ask is that all of my -- you'd indicated that
7 Mr. Brooks had said something about some notice issues.

8 EXAMINER McMILLAN: But that's not for Mosaic, so
9 we are just talking about the 11 townsites.

10 MR. BRUCE: But there are some outstanding notice
11 things on those, so I would ask that all of those
12 Kaiser-Francis cases, which go from case 14 through 21 be
13 continued to June 27.

14 MR. BROOKS: There was only one that I objected
15 to.

16 MR. BRUCE: What's that?

17 MR. BROOKS: There was only one case that I
18 objected to.

19 MR. BRUCE: Just so I know what the notice issue
20 is, what is it?

21 MR. BROOKS: Do you have the number? I don't
22 have it, and I don't remember it, which is not strange
23 because I don't remember things.

24 EXAMINER McMILLAN: This is case Number 20293.

25 MR. BRUCE: Correct.

1 EXAMINER McMILLAN: Okay. The proposed said Bone
2 Spring but the application was Wolfcamp.

3 MR. BRUCE: Okay. I will change that since it's
4 being continued anyway.

5 EXAMINER McMILLAN: Right.

6 MR. BROOKS: Right. Well, I can't remember which
7 one was which, but the notice and other documents referred
8 to different pools, different --

9 MR. BRUCE: Yeah, these are prefix W, so they are
10 Wolfcamp, so I will correct that.

11 MR. BROOKS: Not just a different pool, that
12 might have been dismissed as de minimis, but it was a
13 different formation.

14 MR. BRUCE: Yeah, okay.

15 EXAMINER McMILLAN: Okay. So let me ask you a
16 question then, 286 through 290, you already present --
17 those are simple amendments; right?

18 MR. BRUCE: Well, they are pooling additional
19 unleased mineral --

20 EXAMINER McMILLAN: But you are going to
21 incorporate the geology?

22 MR. BRUCE: When I put them on, I just will do
23 land, and will incorporate the geology that was presented a
24 year or so ago.

25 EXAMINER McMILLAN: Yeah, I couldn't believe that

1 a year ago, you kind of put that on way too premature.

2 MR. BRUCE: There was about 400 plus interest
3 owners, as I said, so -- people keep creeping up out of the
4 woodwork.

5 EXAMINER McMILLAN: So cases 20286, 20287, 20288,
6 20289, and 20290 shall be continued; correct?

7 MR. BRUCE: Correct.

8 (Cases continued.)

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