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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: 21358 - 21360

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

REPORTER'S TRANSCRIPT OF VIRTUAL PROCEEDINGS

EXAMINER HEARING

AUGUST 6, 2020

SANTA FE, NEW MEXICO

This matter came on for virtual hearing before the New Mexico Oil Conservation Division, EXAMINERS FELICIA ORTH, DEAN McCLURE, JOHN GARCIA and KATHLEEN MURPHY on Thursday, August 6, 2020, hosted by the New Mexico Energy, Minerals, and Natural Resources Department, through Cisco Webex electronic platform.

Reported by: Irene Delgado, NMCCR 253 PAUL BACA PROFESSIONAL COURT REPORTERS 500 Fourth Street, NW, Suite 105 Albuquerque, NM 87102 505-843-9241

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2	For the Applicant:												
3	DANA HARDY HINKLE SHANOR LLP												
4	P.O. Box 0268												
5	Santa Fe, NM 87504 505-982-4554												
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7	REPORTER CERTIFICATE	1											
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Page 3 1 HEARING EXAMINER ORTH: Let's move then -- you're 2 getting a little break here -- to Mewbourne Oil. We have got three matters 21358, 21359, 21360, compulsory pooling 3 4 applications related to a well named Ithica. 5 Ms. Hardy, are you here for Hinkle Shanor for the 6 applicant? 7 MS. HARDY: Yes, I am, Madam Examiner. Thank 8 you. 9 HEARING EXAMINER ORTH: Thank you. Let me pause 10 to see if there are any other appearances this morning. 11 (No response.) 12 HEARING EXAMINER ORTH: I don't hear any. If you 13 would, please, go ahead. 14 MS. HARDY: Thank you. In Case 21358, mewbourne 15 seeks to pool all uncommitted well interest in the Wolfcamp formation. Their 480-acre standard proximity tract 16 horizontal spacing unit is comprised of the N/2 of Section 17 15 and the NW/4 of Section 14, Township 20 South, Range 29 18 19 East in Eddy County. In case Number 21359, Mewbourne seeks to pool all 20 uncommitted interest in the Bone Spring formation in a 240-21 acre standard horizontal spacing unit, comprised of the N/2 22 of the N/2 of Section 15 and the N/2 of the NW/4 of Section 23 24 14, Township 20 South, Range 29 East. 25 And in Case 21360 Mewbourne seeks to pool all

Page 4 uncommitted interest in the Bone Spring formation, the 1 240-acre standard horizontal spacing unit comprised of the 2 S/2 of the N/2 of Section 15, and the S/2 of the NW/4 of 3 4 Section 14. 5 And included in your exhibit packet are the 6 affidavit of the landman, Tyler Jolly, and geologist Charles 7 Crosby. The compulsory pooling checklist has also been 8 provided. All of the (inaudible) required by the checklist 9 are attached to the affidavits, and the notice information 10 is provided in Exhibits A-11 and A-12 to Mr. Jolly's affidavit. 11 12 Notice was sent by certified mail to all of the 13 pooled parties more than 20 days prior to the hearing, and 14 notice was also published out of an abundance of caution 15 more than ten business days prior to the hearing. So Mewbourne has complied with the Division's 16 notice requirements and requests that the cases be taken 17 under advisement and that the exhibits be accepted into the 18 19 record. HEARING EXAMINER ORTH: All right. Thank you. 20 Let me ask if the technical examiners have questions. Mr. 21 22 McClure? 23 EXAMINER McCLURE: No, ma'am, I have no questions 24 at this time. 25 HEARING EXAMINER ORTH: Thank you. Mr. Garcia?

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1	MR. GARCIA: I do not, either.
2	HEARING EXAMINER ORTH: All right. Thank you.
3	In that case, 21358, 59 and 60 are taken under advisement.
4	The exhibits are admitted.
5	MS. HARDY: Thank you.
б	HEARING EXAMINER ORTH: Thank you.
7	(Exhibits admitted.)
8	(Taken under advisement.)
9	(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, do hereby certify that I reported the foregoing
8	proceedings in stenographic shorthand and that the foregoing
9	pages are a true and correct transcript of those proceedings
10	that were reduced to printed form by me to the best of my
11	ability.
12	I FURTHER CERTIFY that I am neither employed by
13	nor related to any of the parties of attorneys in this case
14	and that I have no interest in the final disposition of this
15	case.
16	I FURTHER CERTIFY that the Virtual Proceeding was
17	of fair quality.
18	Dated this 6th day of August 2020.
19	/s/ Irene Delgado
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21	Irene Delgado, NMCCR 253 License Expires: 12-31-20
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