

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 NO. 21417

Application of Mewbourne Oil Company
for compulsory pooling in Eddy County,
New Mexico

REPORTER'S TRANSCRIPT OF VIRTUAL PROCEEDINGS

THURSDAY, SEPTEMBER 24, 2020

This matter came on for hearing before the
New Mexico Oil Conservation Division, Felicia Orth,
Hearing Examiner, Kathleen Murphy and Scott Cox,
Technical Examiners, via the Cisco Webex Video
Conferencing Platform

Reported by: Mary T. Macfarlane, CCR
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1 A P P E A R A N C E S

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10	INQUIRY BY TECHNICAL EXAMINER MURPHY:	5
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14	TYLER JOLLY (Landman):	4
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18	APPLICANT MEWBOURNE OIL COMPANY EXHIBITS	
19	1 Application and Proposed Ad	5
20	2 Affidavit of Tyler Jolly (Landman)	5
21	3 Affidavit of Charles Crosby (Geologist)	5
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25

1 (Time noted 8:30 a.m.)

2 HEARING EXAMINER ORTH: Let's move, then, to the
3 eighth matter listed here. It's Case 21417. Mewbourne
4 Oil is the Applicant. It's a compulsory pooling
5 Application. The well name is Perazzi.

6 Mr. Bruce, you are counsel for the
7 Applicant?

8 MR. BRUCE: Yes, I am.

9 HEARING EXAMINER ORTH: All right. And I see
10 that you submitted a Prehearing Statement. Let me pause
11 for a moment to see if there are other appearances. No.

12 If you would then please proceed.

13 MR. BRUCE: Madam Examiner, in this case
14 Mewbourne seeks an Order pooling mineral interests in the
15 Bone Spring Formation in a proximity tract spacing unit
16 comprised of the south half of 9 and the south half of 10
17 of 20 South, 29 East

18 The exhibit package contains the
19 Application and proposed Ad as Exhibit 1.

20 Exhibit 2 is the landman's affidavit, which
21 contains the usual matters including a listing of the
22 interest owners who are being pooled and their percentage
23 interests, as well as all other requisite material.

24 And there's a geologist.

25 The landman is Tyler Jolly, who has

1 previously testified before the Division as an expert
2 petroleum landman

3 Exhibit 3 is the geologist affidavit by
4 Charles Crosby. Likewise, he has previously been
5 qualified as an expert petroleum geologist.

6 This is a third Bone Spring test, and the
7 pertinent structure isopach, cross section, are included
8 along with the info from other wells in this -- Bone
9 Spring wells in this area.

10 Exhibit 4 is the Notice Affidavit.
11 Originally there were quite a few people notified, but
12 only five people were being pooled, and so in the Notice
13 Affidavit I only included the white cards and the green
14 cards for the five people who are being force pooled, and
15 I didn't burden the record with all the other paperwork.

16 Notice was published. That's shown as
17 Exhibit 5, but it turned out to be ultimately unnecessary.

18 And then the Pooling Checklist is submitted
19 as Exhibit 6.

20 I think everything is in order for
21 submission, so I would move the admission of Exhibits 1
22 through 6 and ask that the matter be taken under
23 advisement.

24 HEARING EXAMINER ORTH: Thank you Mr. Bruce.

25 Ms. Murphy, do you have any questions of

1 Mr. Bruce?

2 HEARING EXAMINER MURPHY: Good morning, Mr.
3 Bruce. I'm looking at your recapitulations table.

4 MR. BRUCE: Uh-huh.

5 MS. MURPHY: So Mewbourne owns 84 percent, and
6 then who are the five that you're pooling. Is it...

7 MR. BRUCE: The five people being pooled are the
8 trustees of the Charla Geraldine Williamson Trust; the
9 trustee of the Ralph E. Williamson Trust; Sand Dollar
10 Petroleum; Jeffrey N. Johnston and wife Sandra; and
11 Michael Short.

12 HEARING EXAMINER MURPHY: I have no more
13 questions. Thank you.

14 HEARING EXAMINER ORTH: All right. Thank you, Ms
15 Murphy.

16 Mr. Bruce, your exhibits are accepted and
17 the matter will be taken under advisement.

18 MR. BRUCE: Thank you very much.

19 (Time noted 8:33 a.m.)
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1 STATE OF NEW MEXICO)
2 : SS
3 COUNTY OF TAOS)
4

5 REPORTER'S CERTIFICATE

6 I, MARY THERESE MACFARLANE, New Mexico Reporter
7 CCR No. 122, DO HEREBY CERTIFY that on Thursday, September
8 24, 2020, the proceedings in the above-captioned matter
9 were taken before me; that I did report in stenographic
10 shorthand the proceedings set forth herein, and the
11 foregoing pages are a true and correct transcription to
12 the best of my ability and control.

13 I FURTHER CERTIFY that I am neither employed by
14 nor related to nor contracted with (unless excepted by the
15 rules) any of the parties or attorneys in this case, and
16 that I have no interest whatsoever in the final
17 disposition of this case in any court.

18 /s/ Mary Macfarlane
19 _____

20 MARY THERESE MACFARLANE, CCR
21 NM Certified Court Reporter No. 122
License Expires: 12/31/2020

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