

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: 21642, 21643

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

REPORTER'S TRANSCRIPT OF VIRTUAL PROCEEDINGS

EXAMINER HEARING

FEBRUARY 4, 2021

SANTA FE, NEW MEXICO

This matter came on for virtual hearing before the New Mexico Oil Conservation Division, HEARING EXAMINER FELICIA ORTH and TECHNICAL EXAMINER KURT SIMMONS on Thursday, February 4, 2021, via Webex virtual platform as hosted by the New Mexico Energy, Minerals, and Natural Resources Department, Santa Fe, New Mexico.

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

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

A P P E A R A N C E S

For the Applicant:

JAMES BRUCE
P.O. Box 1056
Santa Fe, NM 87504-1056
505-982-2151
jamesbruce@aol.com

I N D E X

CASE CALLED

TAKEN UNDER ADVISEMENT 05

REPORTER CERTIFICATE 06

E X H I B I T I N D E X

Admitted

All Exhibits and Attachments 05

1 HEARING EXAMINER ORTH: We move then to the next
2 two cases, 21642 and 21643. Mewbourne Oil is the applicant.
3 These are compulsory pooling applications. The well name is
4 Goblet. Mr. Bruce?

5 MR. BRUCE: Yes.

6 HEARING EXAMINER ORTH: Good morning.

7 MR. BRUCE: Good morning.

8 HEARING EXAMINER ORTH: Let me pause in the event
9 there are other appearances.

10 (No audible response.)

11 HEARING EXAMINER ORTH: No? If you would,
12 please, go ahead, Mr. Bruce.

13 MR. BRUCE: Yes. In these two cases, in the
14 first one Mewbourne seeks the pooling of the N/2 S/2 of
15 Sections 5 and 6 in 19 South, 29 East, for a Bone Spring
16 well. And then in 21643 they seek the pooling of the S/2
17 S/2 of Sections 5 and 6 in the same township and range for
18 another Bone Spring well.

19 I have included the landman's affidavit for
20 each -- for each of the applications, although they are
21 basically identical and it contains all the usual
22 information. The requested overhead rates are 8,000 and 800
23 a month, and all of the land plats are properly in there,
24 and C-102s, together with the AFEs.

25 And then the landman is Adriana Salgado who has

1 testified in these matters before.

2 And then the geologist, Exhibit 3, is the
3 statement of Charles Crosby who has testified before the
4 Division, and it includes the usual structure map, isopach
5 and cross section, together with the information on the
6 other Bone Spring wells in this area.

7 And it's kind of an interesting chart attachment
8 to the affidavit. These wells are quite remarkable
9 producers. Some of them are upwards of almost 600,000
10 barrels to date.

11 Notice was mailed to all parties. I did receive
12 a couple of the green cards back. The post office automated
13 or online system shows most people got notice, but two of
14 them did not, at least as of Tuesday.

15 But a notice was published in the newspaper and
16 that is attached, so everyone received notice, whether by
17 certified mail or by publication. And then finally the
18 pooling checklists are attached. One of them -- and I can't
19 remember right now, I think it's the 6B for Case 21643, I
20 ask permission to send in a corrected pooling application
21 checklist today. I misstated the total vertical depth and
22 the measured depth, and I just want to correct that for the
23 record.

24 But, with that, all the proper materials are
25 submitted to the Division. I move the admission of Exhibits

1 1 through 6 and ask that the matter be taken under
2 advisement with leaving me the ability to provide a
3 corrected pooling checklist in the latter case.

4 HEARING EXAMINER ORTH: All right. Thank you,
5 Mr. Bruce. Exhibits 1 through 6 are admitted, with
6 allowance to submit a corrected 6B, as I understand it. Mr.
7 Simmons, do you have any questions of Mr. Bruce?

8 TECHNICAL EXAMINER SIMMONS: There is also a typo
9 on the last take point for the Gobler 5 6 -- looks like B3
10 IL in your case 21642.

11 MR. BRUCE: Okay, I will double check that. I
12 was doing it rather late at night, and my eyes were crossed,
13 I think.

14 TECHNICAL EXAMINER SIMMONS: No problem. Since
15 you are submitting the other one, you might as well correct
16 that one, too.

17 MR. BRUCE: Okay, appreciate it.

18 HEARING EXAMINER ORTH: Thank you, Mr. Simmons.
19 Thank you, Mr. Bruce. The matters are taken under
20 advisement.

21 (Exhibits admitted.)

22 (Taken under advisement.)

23

24

25

1 STATE OF NEW MEXICO
2 COUNTY OF BERNALILLO

3

4 REPORTER'S CERTIFICATE

5

6 I, IRENE DELGADO, New Mexico Certified Court
7 Reporter, CCR 253, do hereby certify that I reported the
8 foregoing virtual proceedings in stenographic shorthand and
9 that the foregoing pages are a true and correct transcript
10 of those proceedings to the best of my ability.

11 I FURTHER CERTIFY that I am neither employed by
12 nor related to any of the parties or attorneys in this case
13 and that I have no interest in the final disposition of this
14 case.

15 I FURTHER CERTIFY that the Virtual Proceeding was
16 of poor to reasonable quality.

17 Dated this 4th day of February 2021.

18

/s/ Irene Delgado

19

Irene Delgado, NMCCR 253
License Expires: 12-31-21

20

21

22

23

24

25