

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:

ORIGINAL

APPLICATION OF CHEVRON U.S.A.,
INC. TO AMEND ORDER R-13862
TO COMPULSORY POOL ADDITIONAL
MINERAL INTERESTS IN THE
APPROVED SPACING AND PRORATION
UNIT, LEA COUNTY, NEW MEXICO.

CASE NO. 15167
(Re-opened)

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

November 20, 2014

Santa Fe, New Mexico

BEFORE: WILLIAM V. JONES, CHIEF EXAMINER
GABRIEL WADE, LEGAL EXAMINER

This matter came on for hearing before the
New Mexico Oil Conservation Division, William V. Jones,
Chief Examiner, and Gabriel Wade, Legal Examiner, on
Thursday, November 20, 2014, 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
500 4th Street, Northwest, Suite 105
Albuquerque, New Mexico 87102
(505) 843-9241

1 APPEARANCES
 2 FOR APPLICANT CHEVRON U.S.A., INC.:
 3 JORDAN KESSLER, ESQ.
 4 HOLLAND & HART
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 6 Santa Fe, New Mexico 87501
 7 (505) 988-4421
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15 EXHIBITS OFFERED AND ADMITTED

16	Chevron U.S.A., Inc. Exhibit Numbers 9 and 10	5
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1 (10:27 a.m.)

2 EXAMINER JONES: And let's call Case 15167,
3 re-opened, application of Chevron U.S.A., Inc. to amend
4 Order R-13862 to compulsory pool additional mineral
5 interests in the approved spacing and proration unit,
6 Lea County, New Mexico.

7 Call for appearances.

8 MS. KESSLER: Jordan Kessler for the
9 Applicant, Mr. Examiner.

10 EXAMINER JONES: Any other appearances?
11 Witnesses?

12 MS. KESSLER: This case will look very
13 similar to the case I just presented. This is for Case
14 Number 15167 for the Gramma 14-34 #1H well.

15 As I stated earlier, this case was heard on
16 June 26th of 2014 and resulted in Order R-13862, which I
17 provided you a copy of. And, again, this order created
18 a 160-acre spacing unit comprised of the west half of
19 the east half of Section 14, Township 24 South, Range 34
20 East in Lea County. This well has also not yet been
21 drilled.

22 There have been additional mineral interest
23 owners that were recently discovered. Those are listed
24 on the paragraph five of Exhibit 8, which, again, is an
25 affidavit of Mr. Cody Cole, who is a landman with

1 Chevron.

2 Again, efforts were undertaken to locate
3 these mineral interest owners, but most of the parties
4 are either deceased or estates, so we did publish
5 notice, and this is reflected in Exhibit Number 9.

6 EXAMINER WADE: I think you have these
7 marked as 9 and 10.

8 MS. KESSLER: I'm sorry about that. 9 and
9 10.

10 EXAMINER JONES: Was there a reason that he
11 listed -- that these people weren't listed originally?

12 MS. KESSLER: I don't know that reason. I
13 just know that they were -- very shortly after the order
14 was entered, that they were discovered.

15 So, again, the spacing unit's been created.
16 We're just asking for these additional parties to be
17 pooled under the terms of the order.

18 EXAMINER JONES: Okay. Are you asking them
19 to be listed in the hearing order or just asking them to
20 be --

21 MS. KESSLER: Just that they be pooled
22 under the terms of the order.

23 And I would move admission of Exhibits 9
24 and 10.

25 EXAMINER JONES: Exhibits 9 and 10 will be

1 admitted.

2 (Chevron U.S.A., Inc. Exhibit Numbers 9 and
3 10 were offered and admitted into
4 evidence.)

5 MS. KESSLER: And ask that this case be
6 taken under advisement.

7 EXAMINER JONES: Case 15167 is taken under
8 advisement. Thank you.

9 (Case Number 15167 concludes, 10:29 a.m.)

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I do hereby certify that the foregoing is
a complete record of the proceedings in
the Examiner hearing of Case No. _____,
heard by me on _____.

_____, Examiner
Oil Conservation Division

1 STATE OF NEW MEXICO
2 COUNTY OF BERNALILLO

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4 CERTIFICATE OF COURT REPORTER

5 I, MARY C. HANKINS, New Mexico Certified
6 Court Reporter No. 20, and Registered Professional
7 Reporter, do hereby certify that I reported the
8 foregoing proceedings in stenographic shorthand and that
9 the foregoing pages are a true and correct transcript of
10 those proceedings that were reduced to printed form by
11 me to the best of my ability.

12 I FURTHER CERTIFY that the Reporter's
13 Record of the proceedings truly and accurately reflects
14 the exhibits, if any, offered by the respective parties.

15 I FURTHER CERTIFY that I am neither
16 employed by nor related to any of the parties or
17 attorneys in this case and that I have no interest in
18 the final disposition of this case.

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Mary C. Hankins

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MARY C. HANKINS, CCR, RPR
Paul Baca Court Reporters, Inc.
New Mexico CCR No. 20
Date of CCR Expiration: 12/31/2014

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