Page 1

STATE OF NEW MEXICO.

ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

IN THE MATTTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

Applications of Mewbourne OilCase Nos. 21715, 21716Company for compulsory pooling,21717, 21718Eddy County, New Mexico.21717, 21718

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

THURSDAY, MARCH 18, 2021

This matter came on for hearing before the New Mexico Oil Conservation Division, WILLIAM BRANCARD, Hearing Examiner, JOHN GARCIA, Technical Examiner, via Cisco Webex Virtual Meeting Platform

Reported by: Mary Therese Macfarlane New Mexico CCR No. 122 PAUL BACA PROFESSIONAL COURT REPORTERS 500 Fourth Street NW, Suite 105 Albuquerque, New Mexico 87102

Page 2 1 APPEARANCES. 2 For Mewbourne Oil Company: James Bruce, Esq. Post Office Box 1056 3 Santa Fe, NM 87504 (505) 982-2043 4 jamesbruc@aol.com 5 INDEX б 7 CASES CALLED PAGE 8 STATEMENT BY MR. BRUCE: 3 9 APPLICANT WITNESSES: 10 MITCH ROBB (Landman) BY AFFIDAVIT: 4 (Geologist) BY AFFIDAVIT: 4 11 12 EXHIBIT INDEX 13 MEWBOURNE OIL COMPANY EXHIBITS: PAGE 14 6 1 15 2 б 3 6 16 17 4 6 18 5 б 19 б б 20 21 22 23 24 25

Page 3 1 (Time noted 8:47 a.m.) 2 HEARING EXAMINER BRANCARD: Next on the list, I 3 think you're up again Mr. Bruce, there are four cases for Mewbourne Oil: 21715, 21716, 21717, and 21718. 4 5 Mr. Bruce, are you here for Mewbourne on these cases? б 7 MR. BRUCE: Yes, I am. HEARING EXAMINER BRANCARD: All right. Are 8 there any other parties interested in these cases? (Note: 9 10 No response.) Hearing silence, Mr. Bruce are you ready to 11 12 proceed by affidavit on these cases? 13 MR. BRUCE: Yes. 14 HEARING EXAMINER BRANCARD: Okay. Please do. 15 MR. BRUCE: In these cases collectively 16 Mewbourne seeks to force pool the Wolfcamp Formation 17 underlying the east half of Section 11 and all of Section 12. 18 19 And there are four wells. You know, the north half/north half of those tracts, and the south 20 21 half/north half, the north half/south half, and the south half/south half. Those Sections, or those Sections or 22 half Sections, they're dedicated to the Cholulah 12/11 23 Wolfcamp wells. They are laydown units. 24 25 There are four affidavits from the landman

Page 4 Mitch Robb. One mistake I made is that I marked the 1 2 landman's Exhibits 3A through 3D. They should have all They 3 been 2A through 2D. They are all very identical. describe the lands involved, the overhead rates they 4 request, contain the land plats, C-102s, and a detailed 5 description of land and tract ownership in this area. б 7 The Proposal Letters are attached as are the AFEs. Very simple, and it contains all the basic 8 information OCD requires. 9 There is a lot of pages, contains most --10 there was a lot of issues going on. I heard a lot of 11 contact with the clients, I should say the parties being 12 13 pooled. So the package of the exhibits is rather thick. Exhibit 3 itself, that's just a single 14 15 affidavit of the geologist Charles Crosby. The geology is 16 the same for all four applications: It has the cross 17 section isopach and structure map. The target zone is the 18 very upper Wolfcamp Sand. 19 There is not much production in the immediate area but the most recent wells drilled have 20 21 proved fairly prolific, and they are east/west wells. And that seems to be what the people are drilling in this 22 area, so that's justified. 23 24 Exhibit 4 is my Affidavit of Notice. 25 And everybody who was pooled in Cases

Page 5 21715 and 21717 received actual notice, and the other two 1 2 matters there was one entity, Locker Brothers, which did not receive actual notice. 3 4 I did not get a green card back from Devon Energy, but the U.S. Postal records show they received 5 б Notice. 7 And the same situation, there are some people who did not receive actual Notice, or at least I 8 didn't get their green cards back; however, Publication 9 Notice was given of all to everyone. 10 Exhibits 5A and 5B are the Publication 11 Affidavit for the two cases -716 and -718 that showed that 12 13 everyone was given publication by Notice; therefore Notice 14 is complete. 15 Then Exhibits 6A through 6D are the pooling 16 checklists. 17 So the exhibit packages are complete. I'd ask that Exhibits 1 through 6 be admitted into the record 18 and the cases be taken under advisement. 19 20 HEARING EXAMINER BRANCARD: Mr. Garcia, any 21 questions? 22 EXAMINER GARCIA: No. 23 HEARING EXAMINER BRANCARD: Do we have any 24 another concerns from anyone? Last call. 25 All right. Hearing no other concerns or

	Page 6
1	objections, we will admit the exhibits in this matter and
2	take Cases 21715, 21716, 21717, 21718 under advisement.
3	MR. BRUCE: Thank you.
4	(Time noted 8:53 am.)
5	
6	
7	
8	
9	
10	
11	
12	
13	
14	
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	

	Page 7
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, March 21,
8	2021, the proceedings in the above-captioned matter were
9	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 NM Certified Court Reporter No. 122
21	License Expires: 12/31/2021
22	
23	
24	
25	