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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: 21849, 21850

APPLICATION OF CHISHOLM ENERGY OPERATING LLC FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO.

> REPORTER'S TRANSCRIPT OF VIRTUAL PROCEEDINGS EXAMINER HEARING MAY 6, 2021 SANTA FE, NEW MEXICO

This matter came on for virtual hearing before the New Mexico Oil Conservation Division, HEARING OFFICER WILLIAM BRANCARD and TECHNICAL EXAMINER LEONARD LOWE on Thursday, MAY 6, 2021, through the Webex 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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1	A P P E A R A N C E S	
2	For the Applicant:	
3	KAITLYN LUCK HOLLAND & HART	
4	110 North Guadalupe, Suite 1	
5	Santa Fe, NM 87501 505-954-7286	
6	For Mewbourne:	
7	JAMES BRUCE P.O. Box 1056	
8	Santa Fe, NM 87504-1056 505-982-2151	
9	jamesbruce@aol.com	
10	I N D E X	
11	CASE CALLED	
12	STATUS CONFERENCE	
13	REPORTER CERTIFICATE	08
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Page 3 1 HEARING EXAMINER BRANCARD: We are now down to 2 Items Number 18 and 19 on the agenda, Cases 21849, 21850, 3 Chisholm Energy. Holland & Hart. 4 MS. LUCK: Good morning again. Kaitlyn Luck with the Santa Fe office of Holland & Hart on the behalf of the 5 6 applicant in these two cases. 7 HEARING EXAMINER BRANCARD: And I have an entry 8 from Mewbourne? 9 MR. BRUCE: Yes, Mr. Examiner, Jim Bruce 10 representing Mewbourne. HEARING EXAMINER BRANCARD: Thank you. Any other 11 12 interested parties in these two matters? 13 (No audible response.) 14 HEARING EXAMINER BRANCARD: Hearing none, Ms. 15 Luck, where are we on these cases? MS. LUCK: Thank you. It's my understanding that 16 Mewbourne entered an appearance in this case and alerted us 17 to the fact that we had a title discrepancy, and so our 18 landman has gotten out information to Mewbourne. 19 It's my understanding, and I will defer to Mr. 20 Bruce if this is incorrect, but that Mewbourne may have some 21 some competing proposals, so we look at setting it for a 22 special hearing at the Division's convenience in terms of 23 24 availability on the docket. 25 HEARING EXAMINER BRANCARD: Thank you. Mr.

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Page 4 1 Bruce? MR. BRUCE: I have nothing further to add to 2 3 that. 4 HEARING EXAMINER BRANCARD: Okay. Well, is Mewbourne going to file competing applications? 5 6 MR. BRUCE: That was my understanding, yes. 7 HEARING EXAMINER BRANCARD: So you don't object 8 to this being set for a hearing at some later date? 9 MR. BRUCE: Correct. 10 HEARING EXAMINER BRANCARD: Thank you. Okay. Ms. Luck, what are we looking at here? 11 12 MS. LUCK: I'm not sure what the Division's 13 earliest availability is. I know Chisholm's witness has 14 some unavailability during the July continuance docket, but 15 I'm not sure when the first available special docket is here. 16 HEARING EXAMINER BRANCARD: Well, unless we know 17 something is going forward as a large competing case, we are 18 not setting special dockets at this point. So you are just 19 going to get put on the second docket of a month, likely. 20 21 Ms. Salvidrez, what do we have available going 22 forward? 23 MS. SALVIDREZ: June 17 is open and anything 24 after that except for August 19. August 19 is full right 25 now.

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Page 5 MS. LUCK: June 17 would work for Chisholm. I'm 1 not sure about Mewbourne, because we didn't talk about dates 2 3 before the hearing started. 4 HEARING EXAMINER BRANCARD: Mr. Bruce, June 17? MR. BRUCE: That's fine so far as I can see. 5 6 HEARING EXAMINER BRANCARD: Okay. So if there 7 are no further objections, we will enter a prehearing order 8 setting these cases, 21849, 21850, for June 17. And I 9 guess, Mr. Bruce, if you submit competing applications, 10 please mention that date? MR. BRUCE: I will. 11 12 HEARING EXAMINER BRANCARD: Anything further, Ms. 13 Luck? Do we need to put anything else in the prehearing 14 order? 15 MS. LUCK: Nothing further on these two cases. Thank you. 16 HEARING EXAMINER BRANCARD: okay. 17 18 (Pause.) MS. LUCK: And if we could for a moment return to 19 21849 and 21850. We were just notified by Ms. Salvidrez 20 that the June hearing is not available due to the timing of 21 the application filings. And so I just wanted to confirm 22 23 that, if Mr. Bruce is filing Mewbourne applications for 24 August 5, then we would like be looking at an August 19 25 hearing.

Page 6 MR. BRUCE: The -- I just responded to your 1 2 e-mail, and I did confirm that Mewbourne will be filing applications, and I think the earliest they could be set for 3 4 is August 5. 5 MS. MUNDS-DRY: I would like some sort of snack, 6 like peanut butter or something like that. 7 HEARING EXAMINER BRANCARD: Ms. Munds-Dry, you're 8 live. You may want to mute yourself. 9 Okay. So, Ms. Salvidrez, new cases would go on 10 the August 5 docket then? MS. SALVIDREZ: Yes. Being that Jim Bruce has 11 12 not filed for the June 3 deadline, we will have to go to 13 August 5. 14 HEARING EXAMINER BRANCARD: So then we could 15 possibly then include these other two cases with his cases? MS. SALVIDREZ: Yes. Kaitlyn will need to file 16 continuances for August 5, and that will be on a prehearing 17 order. 18 MS. LUCK: Okay, thank you. 19 HEARING EXAMINER BRANCARD: Thank you. Okay. 20 So then we will correct the record here, Cases 21849, 21850 21 will be set for August 5, and we'll issue a prehearing 22 order. 23 24 MS. LUCK: Thank you for returning to those 25 cases.

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1	HEARING EXAMINER BRANCARD: Thank you for dealing	
2	with it expeditiously.	
3	(Concluded.)	
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1	STATE OF NEW MEXICO
2	COUNTY OF BERNALILLO
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4	REPORTER'S CERTIFICATE
5	I, IRENE DELGADO, New Mexico Certified Court
6	Reporter, CCR 253, do hereby certify that I reported the
7	foregoing virtual proceedings in stenographic shorthand and
8	that the foregoing pages are a true and correct transcript
9	of those proceedings to the best of my ability.
10	I FURTHER CERTIFY that I am neither employed by
11	nor related to any of the parties or attorneys in this case
12	and that I have no interest in the final disposition of this
13	case.
14	I FURTHER CERTIFY that the Virtual Proceeding was
15	of poor to good quality.
16	Dated this 6th day of May 2021.
17	/s/ Irene Delgado
18	Irene Delgado, NMCCR 253
19	License Expires: 12-31-21
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