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:

Application by Mewbourne Oil Company, for Compulsory pooling, Eddy County, New Mexico Case No. 21932

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

THURSDAY, JUNE 3, 2021

This matter came on for hearing before the the New Mexico Oil Conservation Division, William Brancard Hearing Examiner, Leonard Lowe, Technical Examiner on June 3, 2021 via the Webex Videoconferencing Platform

Reported by: Mary Therese Macfarlane

New Mexico CCR No. 122 PAUL BACA COURT REPORTERS

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1	APPEARANCES
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12	
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- 1 (Time noted 9:18 a.m.)
- 2 HEARING EXAMINER BRANCARD: All right.
- With that we now move into the exciting
- 4 compulsory pooling part of today's program.
- 5 Case 21932, and I'm sure that you're
- 6 combining this with 21933, Mewbourne Oil Company.
- 7 Hinkle, Shanor.
- 8 MR. RODRIGUEZ: Good morning. Michael Rodriguez
- 9 with Hinkle Shanor on behalf of Mewbourne Oil Company.
- 10 And Case 21933 is actually an application
- 11 to amend the Order to add additional interest owners, so I
- 12 would like to keep those separate, if that's okay.
- 13 HEARING EXAMINER BRANCARD: All right.
- 14 MRC Permian. Holland & Hart.
- 15 MS. LUCK: Kaitlyn Luck with the Santa Fe office
- 16 of Holland & Hart on behalf OF MRC Permian in these cases.
- 17 And MRC Permian has no objection to the cases proceeding
- 18 by affidavit today. Thank you.
- 19 HEARING EXAMINER BRANCARD: Thank you.
- 20 Any other parties interested in Case 21932?
- 21 (Note: pause.). Hearing none, you may proceed,
- 22 Mr. Rodriguez.
- MR. RODRIGUEZ: Thank you.
- 24 In this case Mewbourne is seeking an Order
- 25 pooling all committed mineral interests within the Bone

1 Spring formation in a 240-acre standard horizontal spacing

- 2 unit, which is comprised of the south half/south half of
- 3 Section 13, Township 19 South, Range 28 East -- 29 East --
- 4 and the south half of the southwest quarter of Section 18,
- 5 Township 19 South, Range 29 East in Eddy County.
- 6 The unit will be dedicated to the Rattle
- 7 Snake 13/18 B3MN State Com 1H well, which will be
- 8 horizontally drilled from a surface location in Unit L of
- 9 Section 13 to a bottomhole location in Unit N Section 18,
- 10 Township 19 South, Range 29 East.
- 11 The case packet that was submitted to the
- 12 Division contains the checklist:
- 13 Exhibit A, which is the landman's affidavit
- 14 and related attachedments.
- 15 Exhibit B, which is the geologist's
- 16 affidavit and related geology attachments.
- 17 And Attachments A-6 through A-7 which are
- 18 the sample Notice of Hearing Letters and Affidavit of
- 19 Publication reflecting all Notice requirements have been
- 20 met.
- 21 With that I ask these exhibit packets be
- 22 admitted into the record and Case 21932 be taken under
- 23 advisement.
- 24 HEARING EXAMINER BRANCARD: Thank you.
- Ms. Luck, any questions?

1 MS. LUCK: No questions for MRC. Thank you for

- 2 checking.
- 3 HEARING EXAMINER BRANCARD: Mr. Lowe, any
- 4 questions?
- 5 EXAMINER LOWE: Good morning.
- 6 Can you clarify for me what the spacing
- 7 unit you're requesting for for this?
- 8 MR. RODRIGUEZ: Yes. It's a 240-acre standard
- 9 horizontal spacing unit and my notes have -- so it's the
- 10 south half / south half --
- 11 You know, let me verify.
- 12 It's the south half/south half of Section
- 13 13, Township 19 South, Range 28 East, and the south
- 14 half/southwest quarter of Section 18, Township 19 South,
- 15 Range 29 East in Eddy County.
- 16 EXAMINER LOWE: Okay. Sorry. I'm still
- 17 going through the exhibits here.
- What pool are you seeking again here?
- 19 MR. RODRIGUEZ: The pool code is -- one second.
- This will draw Bone Spring Pool 55510.
- 21 EXAMINER LOWE: 55510.
- 22 And these are 40-acre building blocks?
- MR. RODRIGUEZ: I believe so, yes.
- 24 EXAMINER LOWE: Okay. That's all I have.
- MR. RODRIGUEZ: Thank you.

Page 7 HEARING EXAMINER BRANCARD: Thank you. Any other parties interested in case 21932? (Note: Pause.) Hearing none, the exhibits are admitted into the record and Case 21932 is taken under advisement. MR. RODRIGUEZ: Thank you. (Time noted 9:21 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, June 3,
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
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