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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 of MEWBOURNE OIL COMPANY for Compulsory Pooling and Eddy County, New Mexico

Case No. 22241 Case No. 22242

REPORTER'S TRANSCRIPT OF PROCEEDINGS

THURSDAY, NOVEMBER 4, 2021

EXAMINER HEARING

This matter came on for hearing before the New Mexico Oil Conservation Division, William Brancard, Esq. Hearing Examiner, Dean McClure Technical Examiner, on Thursday, November 4, 2021, via Webex Virtual Conferencing Platform hosted by the New Mexico Department of Energy, Minerals and Natural Resources

Reported by: Mary Therese Macfarlane

New Mexico CCR #122

PAUL BACA PROFESSIONAL COURT REPORTERS

500 Fourth Street NW, Suite 105 Albuquerque, New Mexico 87102

(505) 843-9241

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1	APPEARANCES	
2	FOR MEWBOURNE OIL COMPANY:	
3	James Bruce, Esq.	
4	Post Office Box 109 Santa Fe, NM 87504	00
5	(505) 982-2043 jamesbruc@aol.com	
6		
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- 1 (Time noted 9:58 a.m.)
- 2 EXAMINER BRANCARD: So with that I call Cases
- 3 22241, 22242. These are Items 43 and 44, Mewbourne Oil
- 4 Company.
- 5 MR. BRUCE: Mr. Examiner, Jim Bruce representing
- 6 Mewbourne.
- 7 EXAMINER BRANCARD: Thank you. Are there any
- 8 other interested persons for Cases 22241 or 22242? (Note;
- 9 Pause.)
- 10 Hearing none, Mr. Bruce you may proceed.
- 11 MR. BRUCE: Mr. Examiner, I submitted a package
- 12 of exhibits. Exhibit 1 is both of the applications and
- 13 the proposed ads. In the first case Mewbourne seeks to
- 14 force pool the north half/north half of Section 5 and
- north half/north half of Section 6, 19 South, 29 East in
- 16 the Bone Spring Formation; and in the second case
- 17 Mewbourne seeks to force pool the south half/north half of
- 18 Sections 5 and 6 as to the Bone Spring Formation.
- 19 There is -- there are two land affidavits,
- 20 one or for each case, although when you go through them
- 21 they are pretty much identical, prepared by Adriana
- 22 Salgado. Contains all the usual information and the land
- 23 plat, C-102s, Well Proposal Letter, and the contacts with
- 24 various parties, the Summary of Contacts with the various
- 25 parties, as well as AFEs for the two wells.

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1 Exhibit 3 is the Geologist's affidavit,

- 2 Charlie Crosby, which contains the usual Structure Map,
- 3 Isopach, and Cross Section showing that the zone is
- 4 continuous across the well unit, that horizontal drilling
- 5 is the proper way to develop the reservoir.
- 6 Exhibit 4 is my Affidavit of Notice sending
- 7 out Notice by Certified Mail. Two of the interest owners,
- 8 I never got a green card back from them. I did publish
- 9 Notice, but since you made me paranoid I went and looked
- 10 at it. That's Exhibit 5.
- 11 You will notice on this one, although the
- 12 affidavit itself indicates it was dated a couple of days
- 13 late, October 23rd, if you look at the second page of the
- 14 affidavit, which is the Notice itself, it says it was
- 15 Published October 21st, which I believe would be timely.
- 16 But with that, the next exhibits are two
- 17 Pooling Checklists, which I believe -- I hope they are
- 18 complete, I hope they are correct. This is where I mess
- 19 up more than anything.
- 20 But I would move the admission of Exhibits
- 21 1 through 6, and if it is necessary I'll continue them,
- 22 even though there is a conflict in the Affidavits of
- 23 Publication.
- 24 EXAMINER BRANCARD: Thank you.
- Mr. McClure, questions?

Page 5 Thank 1 EXAMINER McCLURE: I have no questions. 2 you. 3 EXAMINER BRANCARD: Mr. Bruce I see what you mean. I'm not sure who to believe on this one. 5 MR. BRUCE: Yeah. Me or your own two lyin' 6 eyes. 7 I don't have a problem if I could get these continued to December 2nd, I would just do that. 8 Regardless, the time will play out on these. 9 EXAMINER BRANCARD: Okay. Well, why don't we go 10 with that, then. 11 12 So are there any other interested persons for Cases 22241, 22242? (Note: Pause.) 13 Hearing none, the exhibits in these cases 14 will be admitted into the record and this case will be 15 16 continued to December 2nd solely for the purpose of seeing 17 if anybody else intervenes in the case. Thank you. 18 (Time noted 10:03 a.m.) 19 20 21 22 23 24 25

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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,	
8	November 4, 2021, the proceedings in the Above-captioned	
9	matter were taken before me; that I did report in	
10	stenographic shorthand the proceedings set forth herein,	
11	and the foregoing pages are a true and correct	
12	transcription to 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		
19	/s/Mary Macfarlane	
20	MARY THERESE MACFARLANE, CCR NM Certified Court Reporter No. 122	
21	License Expires: 12/31/2021	
22		
23		
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