Page 1

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:

APPLICATION OF MEWBOURNE OIL COMPANY FOR COMPULSORY POOLING AND APPROVAL OF OVERLAPPING WELL UNITS EDDY COUNTY, NEW MEXICO

Case No. 22731

REPORTER'S TRANSCRIPT OF VIRTUAL PROCEEDINGS NOTICE OF PUBLICATION HEARING June 16, 2022 SANTA FE, NEW MEXICO

This matter came on for virtual hearing before the New Mexico Oil Conservation Division, HEARING OFFICER WILLIAM BRANCARD and TECHNICAL HEARING OFFICER DYLAN ROSE-COSS on Thursday, June 16, 2022, through the Webex Platform.

Reported by:

PAUL BACA COURT REPORTERS 500 4th Street, NW, Suite 105 Albuquerque, New Mexico 87102 505-843-9241

Page 2 1 A P P E A R A N C E S 2 For Mewbourne Oil Company: JAMES GARRETT BRUCE, ATTORNEY AT LAW 3 PO Box 1056 Santa Fe, New Mexico 87504-1056 4 505-982-2043 5 BY: JAMES G. BRUCE jamesbruc@aol.com б 7 8 9 INDEX 10 PAGE 3 11 CASE CALLED 12 3 HEARING 7 13 CERTIFICATE OF REPORTER 14 15 16 17 18 19 20 21 22 23 24 25

Page 3 1 HEARING OFFICER BRANCARD: Number 19 on our list today, Case 22731, Mewbourne Oil Company. 2 3 MR. BRUCE: Mr. Examiner, Jim Bruce for 4 Mewbourne. Thank you. 5 HEARING OFFICER BRANCARD: 6 Are there any other interested persons, 7 then, for Case 22731? 8 Hearing none, Mr. Bruce, this is continued from June 2nd. What did we need to do? 9 10 MR. BRUCE: Two things. First of all, the publication notice was published a day late. 11 And that is the primary reason. This is just to hear 12 13 the publication notice. 14 Also, I committed at the hearing to --15 there were two parties that just were unresponsive or non-locatable, a company called Carbon Tech and 16 another one called Nu-Energy. And I put together an 17 affidavit for the landman regarding those two 18 19 companies, but he has not gotten it back to me. But 20 I will get that within the next couple of days and I 21 will ask that the case be taken under advisement and 22 then I will submit this affidavit regarding those 23 two companies plus I will go through -- one of the 24 things I got bogged down over the last week is doing 25 the spreadsheets on notice and I will get that to

Page 4 1 the Division, too, so that they don't have to waste 2 their time. 3 HEARING OFFICER BRANCARD: Mr. Rose-Coss, 4 any questions? 5 MR. ROSE-COSS: Yes. Good morning, Mr. Bruce. 6 7 MR. BRUCE: Good morning. 8 MR. ROSE-COSS: It sounds like the package isn't can quite complete yet or what's in the 9 10 affidavit, is that notice that hasn't been delivered 11 yet? 12 MR. BRUCE: Those two companies I never received certified cards, or actually one of them is 13 14 a Canadian-based company, registered return receipts from them. So I was -- just for the Division's 15 clarity, I prepared an affidavit for the landman 16 essentially stating that they have dealt with these 17 companies numerous times over the last five, six 18 19 years, and they've never received any contact from these companies, just so we can be clear on how that 20 21 is. 22 Now if the case needed to be continued 23 for, well, I guess 30 weeks that will be perfectly 24 fine, but that's about all that's going to be 25 entered besides the notice spreadsheet which --

PAUL BACA PROFESSIONAL COURT REPORTERS 500 FOURTH STREET NW - SUITE 105, ALBUQUERQUE, NM 87102

Page 5 1 MR. ROSE-COSS: What's the notice 2 spreadsheet? 3 MR. BRUCE: Just the spreadsheet. The notice materials are in the file, but I was just 4 going to do a spreadsheet to show which people 5 received notice and certified notice and when and 6 7 which did not receive, the ones I never got green cards back from. 8 9 MR. ROSE-COSS: Okay. Well, I quess 10 I'm clear on what those two items are, then, and 11 I'll pass it to Mr. Brancard on what he wants to do, 12 then. 13 HEARING OFFICER BRANCARD: Yeah, 14 Mr. Rose-Coss, I believe at the last hearing we recommended to the parties, particularly when they 15 have numerous parties they're providing notice to, 16 that they give us a spreadsheet that gives us a 17 sense of when notice was sent so we're not having to 18 19 like climb our way through green cards and US Postal 20 Service documents. 21 MR. ROSE-COSS: That makes sense. Т 22 appreciate that. 23 HEARING OFFICER BRANCARD: So, Mr. Bruce, 24 did you do a newspaper notice in this case? I'm 25 just --

PAUL BACA PROFESSIONAL COURT REPORTERS 500 FOURTH STREET NW - SUITE 105, ALBUQUERQUE, NM 87102

Page 6 1 MR. BRUCE: What's that now? 2 HEARING OFFICER BRANCARD: You did do 3 newspaper notice, though? MR. BRUCE: Oh, yeah, but it was published 4 a day late because the Memorial Day holiday. 5 HEARING OFFICER BRANCARD: I mean in 6 7 addition to sending the notice directly, you did do 8 a newspaper notice? 9 MR. BRUCE: Yes. It's in the case file. 10 HEARING OFFICER BRANCARD: Okay. Are 11 there any other interested persons, then, in 12 Case 22731? 13 Hearing none, Case 22731 will be taken under advisement but we will leave the record open 14 for a revised landman's affidavit or additional 15 landman's affidavit and for the notice spreadsheet. 16 17 I appreciate you trying to explain everything there, Mr. Bruce. 18 19 MR. BRUCE: Thank you. 20 (Proceedings concluded at 8:47 a.m.) 21 2.2 23 24 25

PAUL BACA PROFESSIONAL COURT REPORTERS 500 FOURTH STREET NW - SUITE 105, ALBUQUERQUE, NM 87102

	Page 7
1	REPORTER'S CERTIFICATE
2	
3	I certify that the foregoing is a correct
4	transcript from the record of proceedings in the
5	above-entitled matter. I further certify that the
6	transcript fees and format comply with those
7	prescribed by the Court and the Judicial Conference
8	of the United States.
9	
10	Date: June 16, 2022
11	/s/ Edwina Castillo
12	
13	EDWINA CASTILLO, RPR, CCR Certified Court Reporter #407
14	License Expires: 12-31-2022
15	
16	
17	
18	
19	
20	
21	
22	
23	
24	
25	