

1 STATE OF NEW MEXICO  
2 ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT  
3 OIL CONSERVATION DIVISION

4 IN THE MATTER OF THE HEARING CALLED  
5 BY THE OIL CONSERVATION DIVISION FOR  
6 THE PURPOSE OF CONSIDERING:

7 APPLICATION OF OGX OPERATING, LLC CASE NO. 15564  
8 FOR A NONSTANDARD SPACING AND  
9 PRORATION UNIT, COMPULSORY POOLING,  
10 AND AN UNORTHODOX GAS WELL LOCATION,  
11 EDDY COUNTY, NEW MEXICO.

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13 REPORTER'S TRANSCRIPT OF PROCEEDINGS

14 EXAMINER HEARING

15 December 1, 2016

16 Santa Fe, New Mexico

17

18 BEFORE: WILLIAM V. JONES, CHIEF EXAMINER  
19 GABRIEL WADE, LEGAL EXAMINER

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22 This matter came on for hearing before the  
23 New Mexico Oil Conservation Division, William V. Jones,  
24 Chief Examiner, and Gabriel Wade, Legal Examiner, on  
25 Thursday, December 1, 2016, at the New Mexico Energy,  
Minerals and Natural Resources Department, Wendell Chino  
Building, 1220 South St. Francis Drive, Porter Hall,  
Room 102, Santa Fe, New Mexico.

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27 REPORTED BY: Mary C. Hankins, CCR, RPR  
28 New Mexico CCR #20  
29 Paul Baca Professional Court Reporters  
30 500 4th Street, Northwest, Suite 105  
31 Albuquerque, New Mexico 87102  
32 (505) 843-9241

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1 APPEARANCES

2 FOR APPLICANT OGX OPERATING, LLC:

3 JAMES G. BRUCE, ESQ.  
4 Post Office Box 1056  
5 Santa Fe, New Mexico 87504  
(505) 982-2043  
jamesbruc@aol.com

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15 EXHIBITS OFFERED AND ADMITTED

16 OGX Operating, LLC Exhibit Letter A 4

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1 (9:44 a.m.)

2 EXAMINER JONES: Let's call Case Number  
3 15564, OGX Operating, LLC, which was heard 10/27/2016,  
4 application of OGX Operating, LLC for a nonstandard  
5 spacing and proration unit, compulsory pooling, and an  
6 unorthodox gas well location, Eddy County, New Mexico.

7 Call for appearances.

8 MR. BRUCE: Mr. Examiner, Jim Bruce of  
9 Santa Fe representing the Applicant.

10 EXAMINER JONES: Any other appearances?

11 MR. BRUCE: Mr. Examiner, as you said, this  
12 case was previously heard. The only defect was one of  
13 the offsets, Khody Land & Mineral Company. I never got  
14 a green card back from them. So I re-sent notice, and  
15 that is reflected in Exhibit A. And I'd ask that  
16 Exhibit A be admitted into the record and that this case  
17 be taken under advisement.

18 EXAMINER JONES: Is Khody a land company  
19 out of Hobbs? Is that correct?

20 MR. BRUCE: No.

21 MR. LANG: No. They're a subsidiary of RKI  
22 out of Oklahoma.

23 EXAMINER JONES: Exhibit A is taken  
24 under -- is accepted into the record, and Case Number  
25 15564 is taken under advisement.

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(OGX Operating, LLC Exhibit Letter A is  
offered and admitted into evidence.)  
(Case Number 15564 concludes, 9:45 a.m.)

1 STATE OF NEW MEXICO  
2 COUNTY OF BERNALILLO

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4 CERTIFICATE OF COURT REPORTER

5 I, MARY C. HANKINS, Certified Court  
6 Reporter, New Mexico Certified Court Reporter No. 20,  
7 and Registered Professional Reporter, do hereby certify  
8 that I reported the foregoing proceedings in  
9 stenographic shorthand and that the foregoing pages are  
10 a true and correct transcript of those proceedings that  
11 were reduced to printed form by me to the best of my  
12 ability.

13 I FURTHER CERTIFY that the Reporter's  
14 Record of the proceedings truly and accurately reflects  
15 the exhibits, if any, offered by the respective parties.

16 I FURTHER CERTIFY that I am neither  
17 employed by nor related to any of the parties or  
18 attorneys in this case and that I have no interest in  
19 the final disposition of this case.

20

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22 MARY C. HANKINS, CCR, RPR  
23 Certified Court Reporter  
24 New Mexico CCR No. 20  
25 Date of CCR Expiration: 12/31/2016  
Paul Baca Professional Court Reporters

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