

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 A NONSTANDARD OIL SPACING AND PRORATION UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO. CASE NO. 15635

APPLICATION OF MEWBOURNE OIL COMPANY FOR A NONSTANDARD OIL SPACING AND PRORATION UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO. Consolidated with CASE NO. 15636

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

March 30, 2017

Santa Fe, New Mexico

BEFORE: PHILLIP GOETZE, CHIEF EXAMINER
WILLIAM V. JONES, TECHNICAL EXAMINER
MICHAEL McMILLAN, TECHNICAL EXAMINER
DAVID K. BROOKS, LEGAL EXAMINER

This matter came on for hearing before the New Mexico Oil Conservation Division, Phillip Goetze, Chief Examiner, William V. Jones and Michael McMillan, Technical Examiners, and David K. Brooks, Legal Examiner, on Thursday, March 30, 2017, 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.

REPORTED BY: Mary C. Hankins, CCR, RPR
New Mexico CCR #20
Paul Baca Professional Court Reporters
500 4th Street, Northwest, Suite 105
Albuquerque, New Mexico 87102

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APPEARANCES

FOR APPLICANT MEWBOURNE OIL COMPANY:

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INDEX

PAGE

Case Numbers 15635 and 15636 Called	3
Exhibits Submitted	3
Proceedings Conclude	^
Certificate of Court Reporter	^

EXHIBITS OFFERED AND ADMITTED

Case Number 15635:	
Mewbourne Oil Company Exhibit Numbers 7 and 12	4
Case Number 15636:	
Mewbourne Oil Company Exhibit Numbers 5, 6, 7 and 12	4

1 (8:27 a.m.)

2 EXAMINER GOETZE: Case Number 15635,
3 application of Mewbourne Oil Company for a nonstandard
4 oil spacing and proration unit and compulsory pooling,
5 Eddy County, New Mexico.

6 Call for appearances.

7 MR. BRUCE: Mr. Examiner, Jim Bruce of
8 Santa Fe representing the Applicant. Again, this is
9 just continued for notice purposes.

10 The first one is Case 15635. The Affidavit
11 of Notice to the offset operators shows that one letter
12 was returned to Kaye H. Gassie. So we subsequently --
13 it was unclaimed certified mail, so we published notice
14 against her. And submitted as Exhibit 12 is the
15 Affidavit of Publication. So in that matter, we would
16 move the admission of Exhibits 7 and 12 and ask that the
17 case be taken under advisement.

18 And in Case 15636, Exhibit 5 is an
19 Affidavit of Notice to the interest owners being pooled.
20 I had not received back a green card from EOG Resources,
21 who I believe is here today. That's the first notice
22 letter. So I never got a green card back even though it
23 shows that it was a month and a half ago that it got to
24 Midland. So I subsequently sent another letter to EOG
25 Resources. And it shows it was delivered, but I never

1 got a green card back.

2 EXAMINER GOETZE: You do have uncanny luck
3 with those.

4 MR. BRUCE: Yeah. I blame the geologist.

5 EXAMINER GOETZE: Thank you.

6 MR. BRUCE: And Exhibit 6 is simply a list
7 of the offset interest owners to these wells.

8 Exhibit 7 is an Affidavit of Notice to the
9 offset operators. They all received notice except,
10 again, for Kaye Gassie.

11 And Exhibit 12 is an Affidavit of
12 Publication against Kaye Gassie.

13 So I would move the admission of Exhibits
14 5, 6, 7 and 12 and that the case be taken under
15 advisement.

16 EXAMINER GOETZE: Okay. In Case 15635,
17 Exhibits 7 and 12 are so entered into the record.

18 For Case 15636, Exhibits 5, 6, 7, and, I
19 believe, 12 are so entered into the record.

20 (Mewbourne Oil Company, Case Number 15635,
21 Exhibit Numbers 7 and 12, and Case Number
22 15636, Exhibit Numbers 5, 6, 7 and 12 are
23 offered and admitted into evidence.)

24 EXAMINER GOETZE: Case 15635 and Case 15636
25 are taken under advisement.

1 Do you have anything else?

2 MR. BRUCE: 15637 and 638, which were heard
3 together.

4 (Case Numbers 15635 and 15636 conclude,
5 8:31 a.m.)

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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.

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MARY C. HANKINS, CCR, RPR
Certified Court Reporter
New Mexico CCR No. 20
Date of CCR Expiration: 12/31/2017
Paul Baca Professional Court Reporters