

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 MEWBOURNE OIL CASE NO. 15681
8 COMPANY FOR A NONSTANDARD
9 PROJECT AREA AND AN UNORTHODOX
10 GAS WELL LOCATION, EDDY COUNTY,
11 NEW MEXICO.

12 REPORTER'S TRANSCRIPT OF PROCEEDINGS

13 EXAMINER HEARING

14 May 11, 2017

15 Santa Fe, New Mexico

16 BEFORE: MICHAEL McMILLAN, CHIEF EXAMINER
17 WILLIAM V. JONES, TECHNICAL EXAMINER
18 DAVID K. BROOKS, LEGAL EXAMINER

19 This matter came on for hearing before the
20 New Mexico Oil Conservation Division, Michael McMillan,
21 Chief Examiner, William V. Jones, Technical Examiner,
22 and David K. Brooks, Legal Examiner, on Thursday,
23 May 11, 2017, at the New Mexico Energy, Minerals and
24 Natural Resources Department, Wendell Chino Building,
25 1220 South St. Francis Drive, Porter Hall, Room 102,
Santa Fe, New Mexico.

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

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APPEARANCES

FOR APPLICANT MEWBOURNE OIL COMPANY:

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EXHIBITS OFFERED AND ADMITTED

Mewbourne Oil Company Exhibit Numbers 13 and 14	4
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1 (1:13 p.m.)

2 EXAMINER McMILLAN: I'd like to call the
3 hearing back to order.

4 We are going to call Case Number 15681,
5 application of Mewbourne Oil Company for a nonstandard
6 project area and an unorthodox gas well location, Eddy
7 County, New Mexico.

8 Call for appearances.

9 MR. BRUCE: Mr. Examiner, Jim Bruce of
10 Santa Fe representing the Applicant. This case was
11 heard two weeks ago, and I'm just submitting a couple of
12 additional materials.

13 EXAMINER McMILLAN: Any other appearances?
14 Please proceed.

15 MR. BRUCE: The Applicant is seeking a
16 two-section project area in the Wolfcamp Formation.

17 Mr. Brooks, you will recall your
18 questioning about the well-unit orientation since this
19 is in that 320-acre Purple Sage; Wolfcamp Gas Pool.

20 EXAMINER BROOKS: Right.

21 MR. BRUCE: And so Exhibit 13 is just a
22 revised C-102 submitted to the Division for approval.
23 If you'll recall, the well is a north-south well that
24 we're trying to --

25 EXAMINER BROOKS: Well, I don't know that I

1 recall, but I do -- okay. This is -- how long is the
2 well actually?

3 MR. BRUCE: Two miles.

4 EXAMINER BROOKS: Two miles. That's what I
5 was going to say. It looks like it was two miles on
6 here, but I didn't know if this was a diagram done in a
7 preset form to the actual --

8 MR. BRUCE: Yeah. So anyway, that's what
9 has been submitted at the suggestion of the Division
10 after the last go-around now.

11 And then Exhibit 14 is simply -- I received
12 five green cards back, and Exhibit 14 is copies of the
13 remaining five green cards. Compare that to the prior
14 affidavit -- notice affidavits. It notices -- all
15 offsets to the proposed project area have received
16 actual notice of the application.

17 So I would just simply ask that Exhibits 13
18 and 14 be admitted to the record and -- into the record
19 and that the case be taken under advisement.

20 EXAMINER McMILLAN: Exhibits 13 and 14 may
21 now be accepted as part of the record.

22 (Mewbourne Oil Company Exhibit Numbers 13
23 and 14 are offered and admitted into
24 evidence.)

25 EXAMINER McMILLAN: Case Number 15681 shall

1 be taken under advisement.

2 Thank you.

3 (Case Number 15681 concludes, 1:16 p.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.

20

21

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

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