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 KAISER-FRANCIS OIL CASE NOS. 15821, COMPANY FOR POOL CREATION AND SPECIAL 15822 POOL RULES, LEA COUNTY, NEW MEXICO.

and

APPLICATION OF KAISER-FRANCIS OIL CASE NOS. 15823, COMPANY FOR POOL CREATION AND SPECIAL 15824 POOL RULES, LEA COUNTY, NEW MEXICO.

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

October 26, 2017

Santa Fe, New Mexico

BEFORE: SCOTT DAWSON, CHIEF EXAMINER
DAVID K. BROOKS, LEGAL EXAMINER

This matter came on for hearing before the New Mexico Oil Conservation Division, Scott Dawson, Chief Examiner, and David K. Brooks, Legal Examiner, on Thursday, October 26, 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

(505) 843-9241

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1	APPEARANCES
2	FOR APPLICANT KAISER-FRANCIS OIL COMPANY:
3	JAMES G. BRUCE, ESQ.
4	Post Office Box 1056 Santa Fe, New Mexico 87504
5	(505) 982-2043 jamesbruc@aol.com
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1 (8:27 a.m.)
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- 2 EXAMINER DAWSON: Okay. Moving down the
- 3 list, we'll go next to Case Number -- Case Numbers
- 4 15821, 15822, 15823, 15824.
- 5 Are those cases all consolidated?
- 6 MR. BRUCE: The first two are.
- 7 Mr. Examiner, Jim Bruce of Santa Fe
- 8 representing Kaiser-Francis.
- 9 The first two are consolidated for hearing,
- 10 and the second two are consolidated for hearing. All
- 11 that's required -- I have notice affidavits and
- 12 Affidavits of Publication.
- I would ask that after the first break, I
- 14 submit those. I have to hire somebody to help me carry
- 15 them in from the car because they're rather hefty, so
- 16 they're still sitting in my car. So after the first
- 17 break. I would ask they be called.
- 18 EXAMINER DAWSON: Okay. We will hold off
- 19 on Case Numbers 15821, 15822, 15823 and 15824 for
- 20 Mr. Bruce to provide us notice after the break.
- 21 (Case Numbers 15821 through 15824 recess,
- 22 8:28 a.m.)
- 23 (9:36 a.m.)
- 24 EXAMINER DAWSON: We'll go back on record
- 25 on --

1 And, Mr. Bruce, on Cases 15821, 822, 823

- 2 and 824, do you have the notices?
- 3 MR. BRUCE: Yes, I do.
- 4 EXAMINER DAWSON: So what we're going to go
- 5 to are numbers 20, 21, 22 and 23 on the list. Case
- 6 Number 15821 is an application of Kaiser-Francis Oil
- 7 Company for pool creation and special pool rules in Lea
- 8 County, New Mexico; Case Numbers 15822, 15823 and 15824
- 9 are also an application of Kaiser-Francis Oil Company
- 10 for pool creation and special pool rules in Lea County,
- 11 New Mexico.
- 12 And, Mr. Bruce, I understand the only thing
- 13 lacking on these cases is the notice?
- MR. BRUCE: Yes.
- 15 EXAMINER DAWSON: And you have that?
- MR. BRUCE: I do.
- 17 First, Mr. Examiner, I would submit to you
- 18 Exhibits 8 and 9 in Cases 821 and 822 --
- 19 EXAMINER DAWSON: Okay.
- 20 MR. BRUCE: -- or excuse me -- Exhibits 5
- 21 and 8.
- 22 Exhibit 8 is an Affidavit of Publication
- 23 against all of the persons who have returned mail or we
- 24 could not locate.
- 25 And Exhibit 5 is the Affidavit of Notice

- 1 with all of the green cards attached.
- 2 In those two cases, I would move the
- 3 admission of Exhibits 8 and 5.
- 4 EXAMINER DAWSON: Okay. So Exhibits 8 and
- 5 for Cases 15821 and 15822 will be admitted to the
- 6 record.
- 7 (Kaiser-Francis Oil Company Exhibit Number
- 8 5 and 8 are offered and admitted into
- 9 evidence.)
- 10 EXAMINER DAWSON: And that should conclude
- 11 everything lacking for those two cases?
- 12 MR. BRUCE: That is correct. And I'd ask
- 13 they be taken under advisement.
- 14 EXAMINER DAWSON: Okay. So at this time
- 15 Case Number 15821, which is number 20 on the list, and
- 16 Case Number 15822, which is number 21 on the list, both
- 17 those cases we have the notice in hand, and they will be
- 18 taken under advisement.
- 19 And now we will go forward with Case
- 20 Numbers 15823 and 15824.
- MR. BRUCE: And, Mr. Examiner, I have
- 22 handed you, again, Exhibits 5 and 8. Those two cases
- 23 were consolidated for hearing.
- 24 Exhibit 8 is an Affidavit of Publication as
- 25 against all unlocatable or interest owners or those

- 1 whose mail was returned.
- 2 And Exhibit 5 is the Affidavit of Notice
- 3 with the green cards, et cetera.
- I move the admission of Exhibits 5 and 8,
- 5 and that completes the notice. And I'd ask request that
- 6 these two cases be taken under advisement.
- 7 EXAMINER DAWSON: Okay. So Exhibits 5 and
- 8 8 for Cases 15823 and 15824 will be admitted to the
- 9 record.
- 10 (Kaiser-Francis Oil Company Exhibit Numbers
- 5 and 8 are offered and admitted into
- 12 evidence.)
- 13 EXAMINER DAWSON: And that should conclude
- 14 Cases 15283 and 824. Notice has been provided, and both
- 15 those cases will be taken under advisement. So that
- 16 concludes Cases 15821, 822, 823 and 824.
- 17 MR. BRUCE: That is correct.
- 18 EXAMINER DAWSON: Thank you, Mr. Bruce.
- 19 They'll all be taken under advisement.
- 20 (Case Numbers 15821, 15822, 15823 and
- 21 15824 conclude, 9:40 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.
- 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.
- 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

MARY C. HANKINS, CCR, RPR

22 Certified Court Reporter New Mexico CCR No. 20

Date of CCR Expiration: 12/31/2017

Paul Baca Professional Court Reporters

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