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 KAISER-FRANCIS OIL COMPANY FOR A NONSTANDARD OIL SPACING AND PRORATION UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. 15912

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

January 11, 2018

Santa Fe, New Mexico

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

This matter came on for hearing before the New Mexico Oil Conservation Division, Michael McMillan, Chief Examiner, William V. Jones, Technical Examiner, and David K. Brooks, Legal Examiner, on Thursday, January 11, 2018, 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

	Page 2
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
6	
7	FOR MATADOR PRODUCTION COMPANY:
8	JORDAN L. KESSLER, ESQ. HOLLAND & HART, LLP
9	110 North Guadalupe, Suite 1
10	Santa Fe, New Mexico 87501 (505) 988-4421
11	jlkessler@hollandhart.com
12	
13	INDEX
14	PAGE
15	Case Number 15912 Called 3
16	Exhibits Presented ^
17	Proceedings Conclude ^
18	Certificate of Court Reporter ^
19	
20	EXHIBITS OFFERED AND ADMITTED
21	Kaiser-Francis Oil Company Exhibit Numbers 5A and 7A 4
22	
23	
24	
25	

Page 3

- 1 (8:34 a.m.)
- 2 EXAMINER McMILLAN: Okay. With that in
- 3 mind, the next case I will call is Case Number 15912,
- 4 application of Kaiser-Francis Oil Company for a
- 5 nonstandard oil spacing and proration unit and
- 6 compulsory pooling, Eddy County, New Mexico.
- 7 Call for appearances.
- 8 MR. BRUCE: Mr. Examiner, Jim Bruce
- 9 representing the Applicant.
- 10 MS. KESSLER: Mr. Examiner, Jordan Kessler,
- 11 from Holland & Hart, representing Matador Production
- 12 Company.
- 13 EXAMINER McMILLAN: Please proceed.
- MR. BRUCE: Mr. Examiner, again, this case
- 15 was heard in December. It was continued for notice
- 16 purposes only. I've handed you Exhibits 5A and 7A,
- 17 which are additional green cards received for either
- 18 interest owners in the well unit, which is Exhibit 5A,
- 19 and then offsets, which is Exhibit 7A, related exhibits,
- 20 plus Exhibit 8, which is an Affidavit of Publication, so
- 21 that all interest owners and -- all interest owners and
- 22 offset operators and such have received notice.
- 23 EXAMINER McMILLAN: And Affidavit of
- 24 Publication?
- MR. BRUCE: It was previously presented.

Page 4 EXAMINER McMILLAN: Oh, okay. 1 MR. BRUCE: Exhibit 8 is from the original 2 3 hearing. 4 EXAMINER McMILLAN: Okay. 5 MR. BRUCE: So I move the admission of 6 Exhibits 5A and 7A and ask that this case be taken under 7 advisement. 8 EXAMINER McMILLAN: Any objection, Jordan? 9 MS. KESSLER: No objection. EXAMINER McMILLAN: Exhibits 5A and 7A may 10 11 now be accepted as part of the record. (Kaiser-Francis Oil Company Exhibit Numbers 12 13 5A and 7A are offered and admitted into 14 evidence.) EXAMINER McMILLAN: And Case Number 15912 15 16 shall be taken under advisement. 17 (Case Number 15912 concludes, 8:36 a.m.) 18 19 20 21 22 23 24 25

Page 5

- 1 STATE OF NEW MEXICO
- 2 COUNTY OF BERNALILLO

3

- 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.
- 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 DATED THIS 26th day of January 2018.

21

MARY C. HANKINS, CCR, RPR
Certified Court Reporter
New Mexico CCR No. 20

Date of CCR Expiration: 12/31/2018

Paul Baca Professional Court Reporters

24

25