

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 XTO ENERGY, INC.
TO REVISE THE WELL NAME AND TO
DEDICATE TWO ADDITIONAL INITIAL
WELLS TO THE NONSTANDARD SPACING
AND PRORATION UNIT UNDER THE
TERMS OF ORDER R-14478, EDDY
COUNTY, NEW MEXICO.

CASE NO. 15806
(Re-opened)

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

January 25, 2018

Santa Fe, New Mexico

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

This matter came on for hearing before the
New Mexico Oil Conservation Division, William V. Jones,
Chief Examiner, and David K. Brooks, Legal Examiner, on
Thursday, January 25, 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

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APPEARANCES

FOR APPLICANT XTO ENERGY, INC.:

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EXHIBITS OFFERED AND ADMITTED

XTO Energy, Inc. Exhibit Number 11	3
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1 (4:09 p.m.)

2 EXAMINER JONES: Call Case Number 15806,
3 re-opened, application of XTO Energy, Inc. to revise the
4 well name and to dedicate two additional initial wells
5 to the nonstandard spacing and proration unit under the
6 terms of Order R-14478, Eddy County, New Mexico.

7 Call for appearances.

8 MS. KESSLER: Mr. Examiner, Jordan Kessler,
9 from the Santa Fe office of Holland & Hart, on behalf of
10 the Applicant.

11 Mr. Examiner, this case was presented by
12 affidavit. At the time it was presented, Mr. Brooks
13 requested that XTO provide notice to the owners in the
14 mineral estate due to a nonstandard unit in the Purple
15 Sage. We provided said notice and had, for the
16 overriding royalty interest owners, a couple of green
17 cards returned undeliverable. So we provided an
18 Affidavit of Publication directed to all of the
19 overriding royalty interest owners, and that is in front
20 of you marked as Exhibit 11.

21 EXAMINER JONES: Exhibit Number 11 will be
22 admitted in Case Number 15806, and it'll be taken under
23 advisement.

24 (XTO Energy, Inc. Exhibit Number 11 is
25 offered and admitted into evidence.)

1 MS. KESSLER: And I think you asked me to
2 do a draft order in that case. I'm happy to do that for
3 you. Is that helpful or not helpful?

4 EXAMINER JONES: I'm not sure who heard
5 that case originally. I think it was Will.

6 (Laughter.)

7 EXAMINER JONES: It was me. So -- okay. I
8 can remember something about the 30th.

9 MS. KESSLER: Right. So I will be happy to
10 put together a draft order if you'd like.

11 EXAMINER JONES: Okay. That sounds good
12 because Mr. Brooks can prepare orders for it.

13 EXAMINER BROOKS: Well, it's kind of hard
14 to know how to write one for a nonstandard spacing unit
15 without compulsory pooling. Well, that's not the last
16 case. Yeah. We took that one under advisement before
17 the break. But y'all wanted an expedited order on that
18 one that -- that last one.

19 MS. KESSLER: For OXY, yeah.

20 EXAMINER BROOKS: Yeah. The OXY one, you
21 wanted -- OXY --

22 MS. KESSLER: Draft order for me on that
23 one.

24 EXAMINER BROOKS: I mean, I don't know.

25 EXAMINER JONES: I don't need it.

1 (Case Number 15806 concludes, 4:10 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 DATED THIS 13th day of February 2018.

21

22

23 MARY C. HANKINS, CCR, RPR
24 Certified Court Reporter
New Mexico CCR No. 20
Date of CCR Expiration: 12/31/2018
Paul Baca Professional Court Reporters

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