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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:

CASE NO. 15966

APPLICATION OF MEWBOURNE OIL COMPANY FOR A NONSTANDARD GAS SPACING AND PRORATION UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

## REPORTER'S TRANSCRIPT OF PROCEEDINGS

## EXAMINER HEARING

March 8, 2018

Santa Fe, New Mexico

## BEFORE: MICHAEL McMILLAN, CHIEF EXAMINER GABRIEL WADE, LEGAL EXAMINER

This matter came on for hearing before the New Mexico Oil Conservation Division, Michael McMillan, Chief Examiner, and Gabriel Wade, Legal Examiner, on Thursday, March 8, 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 MEWBOURNE OIL COMPANY: 3 JAMES G. BRUCE, ESQ. Post Office Box 1056 Santa Fe, New Mexico 87504 4 (505) 982-2043 5 jamesbruc@aol.com б 7 FOR EOG RESOURCES, INC. AND EOG Y RESOURCES, INC.: 8 MICHAEL H. FELDEWERT, ESQ. HOLLAND & HART, LLP 9 110 North Guadalupe, Suite 1 Santa Fe, New Mexico 87501 (505) 988-4421 10 mfeldewert@hollandhart.com 11 12 INDEX 13 PAGE 14 Case Number 15966 Called 3 Exhibits Offered 3 15 16 Proceedings Conclude 4 17 Certificate of Court Reporter 5 18 19 20 EXHIBITS OFFERED AND ADMITTED 4 21 Mewbourne Oil Company Exhibit Numbers 5 and 7 22 23 24 25

Page 3 1 (8:21 a.m.) 2 EXAMINER McMILLAN: The next case I'd like to hear is Case Number 15966, re-advertised, application 3 of Mewbourne Oil Company for a nonstandard gas spacing 4 5 and proration unit and compulsory pooling, Eddy County, б New Mexico. 7 Call for appearances. 8 MR. BRUCE: Jim Bruce of Santa Fe 9 representing the Applicant. I have no witnesses. 10 MR. FELDEWERT: Mr. Examiner, Michael 11 Feldewert, with the Santa Fe Office of Holland & Hart, 12 appearing on behalf of EOG Resources, Inc. and EOG Y 13 Resources, Inc. 14 EXAMINER McMILLAN: Okay. Please proceed. MR. BRUCE: Again, Mr. Examiner, the case 15 16 was previously heard and continued for notice purposes. 17 I'm submitting as Exhibit 5 the Affidavit of Notice to the working interest owners showing that 18 19 all parties received notice. 20 And Exhibit 7 is the Affidavit of Notice to 21 the offsets, again showing that all parties received actual notice. 22 23 I move the admission of Exhibits 5 and 7. 24 MR. FELDEWERT: No objection. 25 MR. BRUCE: And request that the case be

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1	taken under advisement.
2	EXAMINER McMILLAN: Exhibits 5 and 7 may
3	now be taken as part of the record.
4	(Mewbourne Oil Company Exhibit Numbers 5
5	and 7 are offered and admitted into
б	evidence.)
7	EXAMINER McMILLAN: And Case Number 15966
8	shall be taken under advisement.
9	(Case Number 15966 concludes, 8:23 a.m.)
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Page 5 1 STATE OF NEW MEXICO 2 COUNTY OF BERNALILLO 3 CERTIFICATE OF COURT REPORTER 4 5 I, MARY C. HANKINS, Certified Court Reporter, New Mexico Certified Court Reporter No. 20, 6 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 a true and correct transcript of those proceedings that 10 were reduced to printed form by me to the best of my 11 12 ability. 13 I FURTHER CERTIFY that the Reporter's Record of the proceedings truly and accurately reflects 14 the exhibits, if any, offered by the respective parties. 15 16 I FURTHER CERTIFY that I am neither employed by nor related to any of the parties or 17 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 March 2018. 21 22 MARY C. HANKINS, CCR, RPR 23 Certified Court Reporter New Mexico CCR No. 20 Date of CCR Expiration: 12/31/2018 24 Paul Baca Professional Court Reporters 25