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

CASE NO. 16020

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

May 3, 2018

Santa Fe, New Mexico

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

This matter came on for hearing before the New Mexico Oil Conservation Division, Michael McMillan, Chief Examiner, Scott Dawson, Technical Examiner, and David K. Brooks, Legal Examiner, on Thursday, May 3, 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.
4	Post Office Box 1056 Santa Fe, New Mexico 87504
5	(505) 982-2043 jamesbruc@aol.com
6	
7	FOR INTERESTED PARTY EOG A, Y, and M RESOURCES:
8	ADAM G. RANKIN, ESQ. HOLLAND & HART, LLC
9	110 North Guadalupe, Suite 1
10	Santa Fe, New Mexico 87501 (505) 988-4421
11	agrankin@hollandhart.com
12	
13	INDEX
14	PAGE
15	Case Number 16020 Called 3
16	Exhibits Offered 3
17	Proceedings Conclude 4
18	Certificate of Court Reporter 5
19	
20	EXHIBITS OFFERED AND ADMITTED
21	Mewbourne Oil Company Exhibit Numbers 5A, 13 and 14 4
22	
23	
24	
25	

Page 3

- 1 (9:10 a.m.)
- 2 EXAMINER McMILLAN: Okay. I would like to
- 3 call Case Number 16020, application of Mewbourne Oil
- 4 Company for a nonstandard oil spacing and proration unit
- 5 and compulsory pooling Eddy County, New Mexico.
- 6 Call for appearances.
- 7 MR. BRUCE: Mr. Examiner, Jim Bruce of
- 8 Santa Fe representing the Applicant. I have no
- 9 witnesses.
- 10 EXAMINER McMILLAN: Are there any other
- 11 appearances?
- 12 MR. BRUCE: Mr. Examiner, Mr. Feldewert
- 13 entered an appearance on behalf of the EOG entities in
- 14 the actual hearing.
- MR. RANKIN: Mr. Examiner, on behalf of
- 16 EOG A, Y, M, Adam Rankin from Holland & Hart here in
- 17 Santa Fe.
- MR. BRUCE: Mr. Examiner, again, the case
- 19 was heard, continued for notice purposes. I have
- 20 submitted to you Exhibit 5A. It goes with the original
- 21 affidavit of mailing to the interest owners. And the
- 22 green cards have not yet been received from the EOG
- 23 entities, plus the Elliott Family Limited Partnership.
- 24 These are copies of the green cards.
- 25 Plus, Exhibits 13 and 14 are affidavits of

Page 4 publication from the "Carlsbad Current-Argus." There 1 were other parties who did not receive actual notice. 2 The second notice affidavit was to Marathon Oil, which 3 is an offset operator. But combined, it shows that all 4 5 parties received actual or constructive notice of this 6 application. 7 And I would ask that Exhibits 13 and 14 be 8 admitted and the case be taken under advisement. 9 EXAMINER McMILLAN: Any objection? MR. RANKIN: No objections. 10 11 EXAMINER McMILLAN: Okay. Exhibits 5A, 13 12 and 14 shall be accepted as part of the record. 13 (Mewbourne Oil Company Exhibit Numbers 5A, 14 13 and 14 are offered and admitted into evidence.) 15 16 EXAMINER McMILLAN: Case Number 16020 shall 17 be taken under advisement. 18 Thank you. 19 (Case Number 16020 concludes, 9:12 a.m.) 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.
- 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.
- DATED THIS the 9th day of June 2018.

21

22

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

25