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 CHISHOLM ENERGY OPERATING, LLC FOR A NONSTANDARD SPACING AND PRORATION UNIT AND COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

CASE NO. 16027

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

May 4, 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 Friday, May 4, 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
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(505) 843-9241

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1	APPEARANCES	
2	FOR APPLICANT CHISHOLM ENERGY OPERATING, LLC:	
3	ADAM G. RANKIN, ESQ.	
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- 1 (8:17 a.m.)
- 2 EXAMINER McMILLAN: Good morning. I'd like
- 3 to call this hearing back to order.
- I need to do one housekeeping thing. I
- 5 believe it's Case 16130. I believe those are the two
- 6 SWD cases. There were some questions last night about
- 7 those two particular cases. Those cases shall be
- 8 continued until May the 31st, and after the hearing, I
- 9 need to speak to Adam about those cases.
- 10 This is what's going to happen today. The
- 11 first thing that's going to be occurring is that Adam
- 12 Rankin will be presenting notice cases, and then after
- 13 that, Scott Hall will be presenting cases.
- 14 With that in mind, the first case we're
- 15 going to hear today is Number 68 on the docket,
- 16 application of Chisholm Energy Operating, LLC for a
- 17 nonstandard spacing and proration unit and compulsory
- 18 pooling, Eddy County, New Mexico.
- 19 Call for appearances.
- 20 MR. RANKIN: Mr. Examiner, Adam Rankin on
- 21 behalf of the Applicant, Chisholm Energy. I have no
- 22 witnesses.
- I have a supplemental exhibit. At the time
- 24 of the hearing, there were some parties who did not --
- 25 there were some parties that did not receive notice.

1 Publication was not timely published. In order to

- 2 perfect notice by publication, we reran the ad in the
- 3 "Carlsbad Current-Argus" identifying all notice parties
- 4 by name. That ad has run, and we received a notice of
- 5 the Affidavit of Publication. And I'd like to
- 6 supplement the record with that, with Exhibit Number 7,
- 7 If I might approach.
- 8 EXAMINER McMILLAN: Okay. Are there any
- 9 other appearances?
- 10 Please proceed.
- 11 MR. RANKIN: Thank you, Mr. Examiner. This
- 12 is Exhibit Number 7, which is the notice of the
- 13 Affidavit of Publication reflecting that notice was
- 14 perfected, identifying each of the parties by name. I'd
- 15 move Exhibit 7 into the record.
- 16 EXAMINER McMILLAN: Exhibit Number 7 shall
- 17 be admitted as part of the record, and 16027 shall be
- 18 taken under advisement.
- 19 (Chisholm Energy Operating, LLC Exhibit
- 20 Number 7 is offered and admitted into
- 21 evidence.)
- MR. RANKIN: Thank you, Mr. Examiner.
- 23 (Case Number 16027 concludes, 8:19 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.
- DATED THIS 9th day of June 2018.

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MARY C. HANKINS, CCR, RPR Certified Court Reporter

New Mexico CCR No. 20
Date of CCR Expiration

Date of CCR Expiration: 12/31/2018
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