

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:

AMENDED APPLICATION OF MARATHON OIL CASE NOS. 16418,
PERMIAN, LLC FOR A NONSTANDARD SPACING 16419,
AND PRORATION UNIT AND COMPULSORY POOLING, 16420
LEA COUNTY, NEW MEXICO.

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

October 18, 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, October 18, 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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APPEARANCES

FOR APPLICANT MARATHON OIL PERMIAN, LLC:

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INDEX

	PAGE
Case Numbers 16418, 16419 and 16420 Called	3
Cases Presented by Affidavit	3
Proceedings Conclude	5
Certificate of Court Reporter	6

EXHIBITS OFFERED AND ADMITTED

Marathon Oil Permian, LLC Exhibit Number 4	5
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1 (2:04 p.m.)

2 EXAMINER JONES: Okay. Call Cases 16418,
3 16419 and 16420, application of -- they're all amended
4 application of Marathon Oil Permian, LLC for a
5 nonstandard spacing and proration unit and compulsory
6 pooling, Lea County, New Mexico.

7 Appearances in these cases?

8 MS. BENNETT: Deana Bennett on behalf of
9 the Applicant.

10 EXAMINER JONES: Any other appearances?

11 MS. BENNETT: Good afternoon. Again, my
12 name is Deana Bennett, and I'm here on behalf of
13 Marathon Oil Permian, LLC.

14 We had previously put this case on before
15 the Division, all three of these cases, I should say.
16 And right before the hearing, it came to my attention
17 that we had an incorrect address for one party, one
18 working interest owner, which was RKI Exploration and
19 Production. We had sent them a letter, but we had the
20 wrong notice information. And I should clarify that
21 it's in the record from the last hearing that RKI
22 Exploration and Production was contacted by our landman,
23 by Marathon's landman. He had the correct address and
24 sent the offer letter to the correct address. It was
25 simply that I had the wrong address for the notice of

1 the hearing. And so we continued these cases for notice
2 purposes only. And I sent a notice of this hearing to
3 RKI Exploration and Production. And attached to my
4 affidavit is the notice -- the transaction history for
5 that letter, and it shows that it was delivered to
6 Tulsa, Oklahoma on September 28th, 2018.

7 And so notice, in my opinion, has been
8 completed for this particular entity, which was the only
9 entity outstanding for these three cases.

10 EXAMINER BROOKS: Yeah. I had thought some
11 action had been taken to consolidate that entity into
12 WPX, but I don't know what the corporate details are.

13 MS. BENNETT: And I am not sure about that
14 either.

15 EXAMINER BROOKS: Yeah. I got some notice
16 about something in regard to that recently, but I don't
17 remember what it was. And, presumably, if you have a
18 good address for RKI now, it's also a good address for
19 WPX.

20 EXAMINER JONES: Is this going to be an
21 exhibit? Do you want it to be an exhibit?

22 MS. BENNETT: It is. I would like it to be
23 an exhibit. And I didn't realize -- I apologize -- that
24 I needed to put an exhibit sticker on it. So I'm happy
25 to email you with the exhibit number that it should be,

1 but I don't know that off the top of my head. It would
2 be attached -- it would be Exhibit 4, actually.

3 EXAMINER JONES: Sounds good to me.

4 Exhibit 4 is admitted and applies to all
5 three of these cases.

6 (Marathon Oil Permian, LLC Exhibit Number 4
7 is offered and admitted into evidence in
8 each case.)

9 MS. BENNETT: Thank you.

10 With that, we would ask that Cases 16418,
11 16419 and 16420 are taken under advisement.

12 EXAMINER JONES: All of those cases are
13 taken under advisement.

14 MS. BENNETT: Thank you.

15 EXAMINER JONES: That's it. We're done.

16 (Case Numbers 16418, 16419 and 16420
17 conclude, 2:07 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 29th day of October 2018.

21

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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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