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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:

APPLICATION OF THE NEW MEXICO OIL CASE NO. 20198 CONSERVATION DIVISION COMPLIANCE AND ENFORCEMENT BUREAU FOR A COMPLIANCE ORDER AGAINST ROBINSON OIL, INC. FOR WELLS OPERATED IN LEA AND EDDY COUNTIES, NEW MEXICO.

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

February 21, 2019

Santa Fe, New Mexico

BEFORE: MICHAEL McMILLAN, CHIEF EXAMINER TERRY WARNELL, TECHNICAL EXAMINER

This matter came on for hearing before the New Mexico Oil Conservation Division, Michael McMillan, Chief Examiner and Terry Warnell, Technical Examiner, on Thursday, February 21, 2019, 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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1	APPEARANCES
2	FOR APPLICANT NMOCD COMPLIANCE AND ENFORCEMENT BUREAU:
3	KEITH W. HERRMANN, ESQ. STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL
4	RESOURCES DEPARTMENT OIL CONSERVATION DIVISION
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Page 3 (1:19 p.m.) 1 2 EXAMINER McMILLAN: I would now like to call Case Number 20198, application of the New Mexico 3 Oil Conservation Division Compliance and Enforcement 4 5 Bureau for a compliance order against Robinson Oil, Incorporated for wells operated -- operating in Eddy and 6 7 Lea Counties, New Mexico. 8 Call for appearances. 9 MR. HERRMANN: Mr. Examiner, Keith Herrmann representing the Oil Conservation Division Compliance 10 11 and Enforcement Bureau. 12 EXAMINER McMILLAN: Any other appearances? 13 Please proceed. MR. HERRMANN: Mr. Examiner, this case is 14 similar to the last one. We are seeking a plugging 15 16 order for Robinson Oil, an operator of 19 wells across Eddy and Lea Counties. Those wells are identified in 17 18 Exhibit 1, which is a copy of the OCD records for the 19 inactive well list; Exhibit 2 detailing the financial 20 assurance on file for individual wells. Exhibit 3 is the Notice of Violation that was sent at least 16 21 22 days -- or 60 days prior to filing this application for hearing; Exhibit 4, an affidavit from Mr. Daniel Sanchez 23 24 stating that these wells have not had production in excess of 15 months; and Exhibit 5, an affidavit of 25

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Page 4 service prepared by myself showing that we notified 1 Robinson Oil, Jason Robinson, both addresses on file 2 with the New Mexico Secretary of State and the Oil 3 Conservation, as well as Wells Fargo California, which 4 5 has the operator's blanket bond. The party was 6 unlocatable, so Exhibit 5B is an Affidavit of 7 Publication from both the "Lovington Leader" and the 8 "Artesia Daily Press." And we would had no response or 9 contact from this operator. 10 So as required by the rule, we would 11 request an order directing Robinson Oil to come to compliance with 19.15.5.9.(A)(4) and 19.15.25.8 NMAC 12 within 45 days of the issuance of the order, and if not, 13 the OCD be authorized to plug and abandon these wells. 14 15 EXAMINER McMILLAN: Okay. 16 MR. HERRMANN: With that, I move to admit OCD Exhibits 1 through 5. 17 18 EXAMINER McMILLAN: Exhibits 1 through 5 19 shall be accepted as part of the record. 20 (NMOCD Compliance and Enforcement Bureau Exhibit Numbers 1 through 5 are offered and 21 22 admitted into evidence.) 23 MR. HERRMANN: And request that you take 24 this case under advisement. 25 EXAMINER McMILLAN: Case 20198 shall be

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1	taken under advisement.		
2	Thank you.		
3	MR. HERRMANN: Thank you very much.		
4	(Case Number 20198 concludes, 1:22 p	>.m.)	
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Page 6 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 27th day of March 2019. 21 22 MARY C. HANKINS, CCR, RPR 23 Certified Court Reporter New Mexico CCR No. 20 Date of CCR Expiration: 12/31/2019 24 Paul Baca Professional Court Reporters 25