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 AMEREDEV OPERATING, CASE NO. 20318 LLC FOR COMPULSORY POOLING, Formerly CASE NO. 20222 LEA COUNTY, NEW MEXICO.

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

March 21, 2019

Santa Fe, New Mexico

BEFORE: KATHLEEN MURPHY, CHIEF EXAMINER
TERRY WARNELL, TECHNICAL EXAMINER
WILLIAM V. JONES, TECHNICAL EXAMINER
SUSAN SITA, LEGAL EXAMINER

This matter came on for hearing before the New Mexico Oil Conservation Division, Kathleen Murphy, Chief Examiner; Terry Warnell and William V. Jones, Technical Examiners; and Susan Sita, Legal Examiner, on Thursday, March 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
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1	APPEARANCES	
2	FOR APPLICANT AMEREDEV OPERATING, LLC:	
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- 1 (10:04 a.m.)
- 2 EXAMINER MURPHY: Let's go back on the
- 3 record.
- 4 Mr. Goetze pointed out to me that I had not
- 5 introduced myself. I'm Kathleen Murphy. I'm with the
- 6 OCD.
- 7 And we'll go back to the docket, and we'll
- 8 go in order. And the first case is 20318, and I believe
- 9 that's combined with 20222.
- 10 Call for appearances.
- MR. FELDEWERT: May it please the
- 12 Examiners, Michael Feldewert, with the Santa Fe office
- of Holland & Hart, appearing on behalf of the Applicant.
- 14 And I just have an additional Notice of Affidavit to
- 15 present here today.
- 16 EXAMINER MURPHY: There are no witnesses
- 17 then?
- MR. FELDEWERT: No.
- 19 If I may approach.
- 20 EXAMINER JONES: These cases were heard
- 21 February the 7th; is that correct?
- MR. FELDEWERT: Yes.
- Mr. Jones, this matter was heard on
- 24 February 7th under Case Number 20222. Okay. So if you
- 25 look at the Division's website, the transcript and all

1 the exhibits are under Case 20222. What happened was,

- 2 at that hearing, it was determined that the application
- 3 for the east-half acreage had the wrong section unit on
- 4 it. Therefore, an amended application was filed
- 5 actually shortly before that hearing, and when that
- 6 amended application was filed, they crossed out 20222
- 7 and wrote in 20318. So that's why we have two case
- 8 numbers now, but it's the same matter.
- 9 So what -- on February 7th, the matter was
- 10 presented by affidavit, and there were -- Exhibits A
- 11 through D, as in dog, were admitted. And we have now --
- 12 I have now before you Exhibit E, which reflects that
- 13 notice of the application with the correct section
- 14 number was provided to the two parties that they seek to
- 15 pool, that being Sharbro and OXY Y-1. I have, on this
- 16 affidavit, put both case numbers on there just to avoid
- 17 any confusion. But like I said, if you look at Case
- 18 20318, it has the amended application on the Division's
- 19 website, and if you look at Case 20222, it has all the
- 20 exhibits and transcript that was presented back on
- 21 February 7th.
- 22 So we ask that Exhibit E be entered into
- 23 the record for whatever case you want to enter it under,
- 24 and we ask that this matter be taken under advisement.
- 25 EXAMINER MURPHY: Exhibit E will be

Page 5 admitted, and it will be taken under advisement. (Ameredev Operating, LLC Exhibit E is offered and admitted into evidence.) EXAMINER JONES: Both cases are taken under advisement. We'll try to avoid that in the future, two case numbers. There has been discussion about when and where to do that. MR. FELDEWERT: Yeah. EXAMINER JONES: Not where but when. (Case Number 20318, formerly Case Number 20222, concludes, 10:08 a.m.)

- 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 7th day of April 2019.

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- MARY C. HANKINS, CCR, RPR
 Certified Court Reporter
 New Mexico CCR No. 20
- Date of CCR Expiration: 12/31/2019
 Paul Baca Professional Court Reporters

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