## 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 CASE NO. 20494 FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO.

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

June 13, 2019

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, June 13, 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

		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		
8	INDEX	
9		PAGE
10	Case Number 20494 Called	3
11	Case Presented by Affidavit	3
12	Proceedings Conclude	5
13	Certificate of Court Reporter	6
14		
15		
16	EXHIBITS OFFERED AND ADMITTED	
17	Mewbourne Oil Company Exhibit Numbers 1 through 3	6
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1 	 (4:27 p.m.)
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- EXAMINER JONES: Let's call Case 20494,
- 3 application of Mewbourne Oil Company for compulsory
- 4 pooling in Eddy County, New Mexico.
- 5 Call for appearances.
- 6 MR. BRUCE: Mr. Examiner, Jim Bruce of
- 7 Santa Fe representing the Applicant. I am submitting
- 8 this case by affidavit. And let me make sure I have
- 9 the -- I need a new prescription. I can't read this
- 10 fine print anymore.
- 11 (Discussion off the record.)
- MR. BRUCE: Mr. Examiner, I've handed you a
- 13 package of exhibits. In this case Mewbourne seeks to
- 14 force pool the south half-south half of Section 36 and
- 15 the south half-southeast of Section 35, 17 South, 30
- 16 East in the Bone Spring Formation for its Gemini 36/35
- 17 B2PO Fed Com Well #1H, a horizontal well. This
- 18 application is to force pool only record title owners.
- 19 EXAMINER JONES: Okay.
- 20 MR. BRUCE: And this matter -- for the
- 21 working interest owners, it was previously heard in Case
- 22 Number 16490, and an order was issued, Order R-20455,
- 23 force pooling all of the working interest owners. And
- 24 geology was presented at that time, so I'm not
- 25 re-presenting the geology.

- 1 EXAMINER JONES: Okay.
- 2 MR. BRUCE: If you look at Exhibit 1, the
- 3 affidavit of the landman, obviously there is a land
- 4 plat. And if you go back to Attachment B, you'll see
- 5 the record title owners listed, and there is asterisk by
- 6 the ones who are being force pooled, the ones who never
- 7 responded to the correspondence, which is also attached.
- 8 Again, record title only. Not seeking any penalty, not
- 9 seeking any overhead rates, nothing. They own bare
- 10 record title in the Bone Spring Formation.
- 11 Exhibit 2 is my notice letter.
- 12 And I didn't get many green cards back, but
- 13 Exhibit 3 is the Affidavit of Publication in the
- 14 Carlsbad newspaper whereby each and every one of the --
- one, two, three, four -- five non-signing record title
- 16 owners were notified by publication. And this is
- 17 necessary in order to get a com agreement signed by
- 18 the -- approved by the BLM.
- 19 EXAMINER BROOKS: So I have heard.
- 20 MR. BRUCE: And so with that, I'd simply
- 21 move the admission of Exhibits 1 through 3 and ask that
- 22 the case be taken under advisement.
- 23 EXAMINER JONES: Exhibits 1, 2 and 3 are
- 24 admitted.
- 25 (Mewbourne Oil Company Exhibit Numbers 1

	Page 5	
1	through 3 are offered and admitted into	
2	evidence.)	
3	EXAMINER JONES: Did you say this case was	
4 a	a re-opened case?	
5	MR. BRUCE: Well, I really didn't re-open	
6 i	t. I just filed it as a but it was 14690.	
7	EXAMINER JONES: Got it.	
8	And 20494 is taken under advisement.	
9	(Case Number 20494 concludes, 4:33 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.
- 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.
- 20 DATED THIS 30th day of June 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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