

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:

CASE NOS: 21706 - 21708

APPLICATION OF MEWBOURNE OIL COMPANY
TO AMEND ORDERS R-21187, R-21214, R-21217,
EDDY COUNTY, NEW MEXICO.

REPORTER'S TRANSCRIPT OF VIRTUAL PROCEEDINGS
EXAMINER HEARING
March 4, 2021
Santa Fe, New Mexico

This matter came on for virtual hearing before
the New Mexico Oil Conservation Division, HEARING OFFICER
FELICIA ORTH and TECHNICAL EXAMINER BAYLEN LAMKIN on
Thursday, March 4, 2021, through the Webex Platform.

Reported by: Irene Delgado, NMCCR 253
PAUL BACA PROFESSIONAL COURT REPORTERS
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A P P E A R A N C E S

For the Applicant:

JAMES BRUCE
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505-982-2151
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I N D E X

CASE CALLED

SUMMARY OF CASE AND EXHIBITS 03

TAKEN UNDER ADVISEMENT 05

REPORTER CERTIFICATE 06

E X H I B I T I N D E X

Admitted

All Exhibits and Attachments 05

1 HEARING EXAMINER ORTH: Let's move then to the
2 next three matters. This is Mewbourne Oil, 21706, 21707,
3 21708, Mewbourne Oil is the applicant. These are requests
4 to amend earlier orders.

5 Mr. Bruce, you are here for the applicant?

6 MR. BRUCE: Yes, I am.

7 HEARING EXAMINER ORTH: Let me pause for a moment
8 in the event there are other entries of appearance.

9 (No audible response.)

10 HEARING EXAMINER ORTH: No. If you would then
11 please go ahead.

12 MR. BRUCE: These three cases involve Mewbourne's
13 Foxhole wells, the first one, 21706, seeks to amend Order
14 R-21187, 21187, which force pooled the Wolfcamp formation in
15 the S/2 N/2 of Section 25 and S/2 NE of 26 of 20 South, 28
16 East.

17 The second case, 21707, seeks to amend Order
18 R-21214 which concerned the Wolfcamp in the N/2 S/2 of
19 Section 25, and the N/2 SE of Section 26, same township and
20 range.

21 And then Case 21708 involves Order R-21217 which
22 concerns the S/2 S/2 of Section 25, and S/2 SE of Section
23 26, same township and range.

24 Attached is the affidavit of Adriana Salgado,
25 Mewbourne's landman who has previously qualified and

1 requesting permission to amend the orders to extend the
2 drilling deadlines for one year. The current drilling
3 deadlines expire in early to mid April about a month from
4 now.

5 And they also seek to incorporate the new, the
6 new form of order that was announced last spring or summer,
7 and she -- the reason for this is, as people have
8 complained about in many of these hearings is mainly market
9 conditions, but of course nowadays with the suspension of
10 approval of APDs that can be an issue, too.

11 So there is her affidavit -- landman's
12 affidavit, the notice -- my notice affidavit, and I did not
13 get a green card back from the only person pooled, the only
14 person subject to the pooling order yet and publication
15 notice which cured that issue.

16 In the original hearings, there were a number of
17 people force pooled, but all of them came to terms except
18 one and that was the Petroleum Synergy Group which was given
19 notice of these applications to amend the pooling orders.
20 And with that, I think the application is complete, and I
21 move the admission of Exhibits 1 through 4 and ask that the
22 matters be taken under advisement.

23 HEARING EXAMINER ORTH: All right. Thank you,
24 Mr. Bruce. Mr. Lamkin, do you have any questions?

25 TECHNICAL EXAMINER LAMKIN: I just have one

1 question. Was the Petroleum Synergy Group sought to be
2 pooled in all three cases or just one of them?

3 MR. BRUCE: They were involved in all three
4 cases.

5 TECHNICAL EXAMINER LAMKIN: Okay, thank you.

6 HEARING EXAMINER ORTH: All right. Thank you.
7 So thank you, Mr. Bruce. The exhibits are admitted and the
8 three matters will be taken under advisement.

9 (Exhibits admitted.)

10 (Taken under advisement.)

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1 STATE OF NEW MEXICO
2 COUNTY OF BERNALILLO

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4 REPORTER'S CERTIFICATE

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6 I, IRENE DELGADO, New Mexico Certified Court
7 Reporter, CCR 253, do hereby certify that I reported the
8 foregoing virtual proceedings in stenographic shorthand and
9 that the foregoing pages are a true and correct transcript
10 of those proceedings to the best of my ability.

11 I FURTHER CERTIFY that I am neither employed by
12 nor related to any of the parties or attorneys in this case
13 and that I have no interest in the final disposition of this
14 case.

15 I FURTHER CERTIFY that the Virtual Proceeding was
16 of poor to good quality.

17 Dated this 4th day of March 2021.

18

/s/ Irene Delgado

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Irene Delgado, NMCCR 253
License Expires: 12-31-21

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