

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: 22727, 22728

APPLICATION OF MEWBOURNE OIL COMPANY
FOR COMPULSORY POOLING AND APPROVAL OF
OVERLAPPING WELL UNITS,
EDDY COUNTY, NEW MEXICO

REPORTER'S TRANSCRIPT OF VIRTUAL PROCEEDINGS
EXAMINER HEARING
JULY 7, 2022
SANTA FE, NEW MEXICO

This matter came on for virtual hearing before
the New Mexico Oil Conservation Division, HEARING OFFICER
WILLIAM BRANCARD and TECHNICAL EXAMINER DEAN McCLURE on
Thursday, July 7, 2022, through the Webex Platform.

Reported by: PAUL BACA PROFESSIONAL COURT REPORTERS
500 Fourth Street, NW, Suite 105
Albuquerque, NM 87102
505-843-9241

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A P P E A R A N C E S

JAMES BRUCE
P.O. Box 1056
Santa Fe, NM 87504-1056
505-982-2151
jamesbruce@aol.com

DARIN SAVAGE
ABADIE & SCHILL
214 McKenzie Street
Santa Fe, New Mexico 87501

I N D E X

CASE CALLED

CONTINUED

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REPORTER CERTIFICATE

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1 HEARING EXAMINER BRANCARD: All right. With
2 that, we have Cases 22727, 22728, Mewbourne Oil Company.

3 MR. BRUCE: Mr. Examiner, Jim Bruce on behalf of
4 Mewbourne.

5 HEARING EXAMINER BRANCARD: All right. Cimarex,
6 Cotera?

7 MR. SAVAGE: Mr. Examiner, Darin Savage on behalf
8 of Cotera and Cimarex Energy.

9 HEARING EXAMINER BRANCARD: I have an entry from
10 Snow Oil and Gas, but they may no longer be in the case.

11 (No audible response.)

12 MR. BRUCE: Mr. Examiner, to reiterate what I
13 said at the last hearing is that these wells involve the N/2
14 of the section, and Snow Oil and Gas and the other, I think
15 it was Snow Estate, only owned in the S/2, and so they are
16 unaffected by these applications, and Mewbourne does not
17 seek to force pool them.

18 HEARING EXAMINER BRANCARD: All right. I have my
19 notes that you were having to deal with notice for
20 overlapping spacing units.

21 MR. BRUCE: Yes. And I was told by my client
22 that they sent out a letter to all the working interest
23 owners and they were supposed to send that to me. I do not
24 have that, but that is true, and I will get that letter --
25 I will bug the client again today.

1 There were a couple of other issues, the -- we
2 did not have a horizontal drilling plan or the geologist did
3 not at the time of hearing, and I have asked him to get one,
4 but what was attached is the survey calculation report which
5 are what the horizontal drilling plan is on, but I still
6 plan on getting those for you.

7 Another item that was requested was, I did not
8 have C-102s available at the time, and also you wanted to
9 put a pool code. I do have those C-102s and they do give
10 the pool and the pool code that is at issue here, and I will
11 be submitting those.

12 And then I was having the geologist -- the
13 question came up because these are three-mile laterals, Mr.
14 Rose-Coss asked about stranded acreage, and I confirmed with
15 the geologist that there would not be stranded acreage to
16 the east or west, but I have not gotten an affidavit out of
17 him yet on that, but I will submit that.

18 And I also, insofar as notice goes, I received
19 other another couple of additional green cards which I will
20 submit to the Division so that it will show that every
21 single interest owner being pooled did receive actual notice
22 of this case.

23 HEARING EXAMINER BRANCARD: Okay. Since this
24 involves a notice issue, I will move that we continue this
25 case to our next hearing date, July 21, and then you can

1 submit all of this.

2 MR. BRUCE: Okay, thank you.

3 HEARING EXAMINER BRANCARD: And you do not need
4 to file a continuance.

5 MR. BRUCE: Thanks.

6 HEARING EXAMINER BRANCARD: Thank you. Any other
7 concerns for Cases 22727, 22728?

8 (No audible response.)

9 HEARING EXAMINER BRANCARD: Hearing none, let's
10 move to items 35, 36, 37, 38.

11 (Concluded.)

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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 do hereby certify that I reported the
7 foregoing virtual proceedings in stenographic shorthand and
8 that the foregoing pages are a true and correct transcript
9 of those proceedings to the best of my ability.

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

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

16 Dated this 7th day of July 2022.

17

/s/ Irene Delgado

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Court Reporter
License Expires: 12-31-22

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