

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

ORIGINAL

IN THE MATTER OF THE HEARING CALLED
BY THE OIL CONSERVATION DIVISION FOR
THE PURPOSE OF CONSIDERING:

Case No. 14605

APPLICATION OF MEWBOURNE OIL COMPANY FOR A
NON-STANDARD SPACING AND PRORATION UNIT
UNORTHODOX WELL LOCATION, AND COMPULSORY
POOLING, EDDY COUNTY, NEW MEXICO

REPORTER'S TRANSCRIPT OF PROCEEDINGS
EXAMINER HEARING

BEFORE: TERRY WARNELL, Technical Examiner
DAVID K. BROOKS, Legal Examiner

March 31, 2011

Santa Fe, New Mexico

This matter came on for hearing before the New Mexico Oil Conservation Division, TERRY WARNELL, Technical Examiner, and DAVID K. BROOKS, Legal Examiner, on March 31, 2011, at the New Mexico Energy, Minerals and Natural Resources Department, 1220 South St. Francis, Drive, Room 102, Santa Fe, New Mexico.

REPORTED BY: Irene Delgado, NM CCR 253
Paul Baca Professional Court Reporters
500 Fourth Street, NW, Suite 105
Albuquerque, New Mexico 87102

A P P E A R A N C E S

FOR THE APPLICANT:

HOLLAND & HART LLP
OCEAN MUNDS-DRY
110 N. Guadalupe, Suite 1
Santa Fe, NM 87501

FOR NEARBURG PRODUCING CO:

MONTGOMERY & ANDREWS PA
JOSEPH SCOTT HALL
P.O. Box 2307
Santa Fe, NM 87504-2307

I N D E X

EXHIBITS

Exhibit A offered and admitted

03

1 MS. MUNDS-DRY: 605?

2 EXAMINER WARNELL: Go ahead.

3 MS. MUNDS-DRY: Ocean Munds-Dry with the law firm
4 Holland and Hart here representing Mewbourne Oil Company.
5 I'm handing you Exhibit Number A, which was the additional
6 notice that was given to offset operators around the proposed
7 non-standard spacing units, and we would ask that Exhibit A
8 be admitted into evidence.

9 EXAMINER WARNELL: Exhibit A is so admitted.

10 (Exhibit A admitted.)

11 MS. MUNDS-DRY: We have nothing further in 605.

12 MR. HALL: Mr. Examiner, Scott Hall, Montgomery and
13 Andrews, appearing at the last minute on behalf of Nearburg
14 Producing Company in that case. We want to make sure the
15 entry got of record, and I will find out for you, just as
16 soon as I can, if there is any reason this case cannot be
17 taken under advisement. I will let you know today, I
18 suspect. That's all we have.

19 EXAMINER WARNELL: Shall we continue it, then?

20 EXAMINER BROOKS: I'm not sure what to do with a
21 case with that announcement. Mr. Hall, what do you suggest?

22 MR. HALL: Nearburg got late notice --

23 EXAMINER BROOKS: Okay.

24 MR. HALL: -- for the first case. The case was not
25 taken under advisement, the first case, I presume.

1 EXAMINER BROOKS: It was not.

2 MR. HALL: It has not yet been taken under
3 advisement.

4 EXAMINER BROOKS: That's correct.

5 MR. HALL: In view of the -- of the late notice and
6 entry of appearance, let me find out if there is any reason
7 why we need to keep the case open.

8 EXAMINER BROOKS: We will hold it until the end of
9 the hearing, and if you haven't advised us by the end of the
10 hearing, we will continue it until April 14.

11 MR. HALL: All right.

12 EXAMINER WARNELL: We'll continue that 14605, to
13 the --

14 EXAMINER BROOKS: We may take it under advisement.

15 (Recess taken.)

16 EXAMINER BROOKS: Since Mr. Hall has not reported
17 back to us, then Case Number 14605 will be continued until
18 April the 14th.

19 EXAMINER WARNELL: April 14, the one Richard said he
20 would take --

21 EXAMINER BROOKS: That's the one that Scott Hall
22 wanted time to figure out what was going on.

23 * * *

24 I do hereby certify that the foregoing is
25 a complete record of the proceedings in
the Examiner hearing of Case No. _____
heard by me on _____

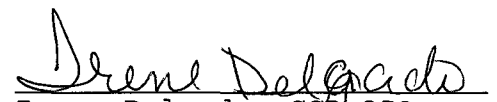
_____, Examiner
Oil Conservation Division

REPORTER'S CERTIFICATE

I, IRENE DELGADO, New Mexico CCR 253, DO HEREBY
CERTIFY THAT ON March 31, 2011, proceedings in the
above-captioned case were taken before me and that I did
report in stenographic shorthand the proceedings set forth
herein, and the foregoing pages are a true and correct
transcription to the best of my ability.

I FURTHER CERTIFY that I am neither employed by nor
related to nor contracted with any of the parties or
attorneys in this case and that I have no interest whatsoever
in the final disposition of this case in any court.

WITNESS MY HAND this 31st day of March 2011.


Irene Delgado, CCR 253
Expires: 12-31-2011