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 NO. 11,906

APPLICATION OF MEWBOURNE OIL COMPANY FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

ORIGINAL

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

BEFORE: MICHAEL E. STOGNER, Hearing Examiner

March 19th, 1998

Santa Fe, New Mexico

This matter came on for hearing before the New Mexico Oil Conservation Division, MICHAEL E. STOGNER, Hearing Examiner, on Thursday, March 19th, 1998, at the New Mexico Energy, Minerals and Natural Resources Department, Porter Hall, 2040 South Pacheco, Santa Fe, New Mexico, Steven T. Brenner, Certified Court Reporter No. 7 for the State of New Mexico.

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REPORTER'S CERTIFICATE

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APPEARANCES

FOR THE DIVISION:

RAND L. CARROLL Attorney at Law Legal Counsel to the Division 2040 South Pacheco Santa Fe, New Mexico 87505

FOR THE APPLICANT:

JAMES G. BRUCE, Attorney at Law 612 Old Santa Fe Trail, Suite B Santa Fe, New Mexico 87501 P.O. Box 1056 Santa Fe, New Mexico 87504

* * *

WHEREUPON, the following proceedings were had at 1 2 8:32 a.m.: EXAMINER STOGNER: At this time I will call Case 3 4 Number 11,906. MR. CARROLL: Application of Mewbourne Oil 5 Company for compulsory pooling, Eddy County, New Mexico. 6 7 EXAMINER STOGNER: Call for appearances. MR. BRUCE: Mr. Examiner, Jim Bruce of Santa Fe, 8 9 representing the Applicant. The Applicant had requested that this case be 10 11 dismissed, but I have received a request to reopen the 12 case, so I would ask that the matter be reopened and 13 continued to the April 16th hearing, and I will send out the notice. 14 15 EXAMINER STOGNER: Okay. Is there any changes to the advertisement? 16 17 MR. BRUCE: I received a call that Nearburg Exploration Company, LLC, would be taking over the project, 18 and so they would be the Applicant in the case. 19 EXAMINER STOGNER: Who is that again? 20 MR. BRUCE: Nearburg Exploration Company, LLC. 21 EXAMINER STOGNER: So that will be the only 22 23 changes on there: They wish to be named operator and all 24 that? 25 MR. BRUCE: Yes, sir.

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EXAMINER STOGNER:
                                       Okay. Okay, with that, Case
 1
      Number 11,906 will be reopened and readvertised for the
 2
      April 16th, 1998, hearing.
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                 That's LLP.; is that correct?
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                 MR. BRUCE: LLC.
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                 EXAMINER STOGNER: C, I'm sorry, okay.
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                 (Thereupon, these proceedings were concluded at
 8
      8:34 a.m.)
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                                    I do hereby certify that the foregoing is
18
                                    ■ complete record of the proceedings in
                                    the Examiner hearing of Case No. 11906.
19
                                    heard by me on 19 March 1998
20
                                                           _, Examine:
                                      Oil Conservation Division
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CERTIFICATE OF REPORTER

STATE OF NEW MEXICO)
) ss.
COUNTY OF SANTA FE)

I, Steven T. Brenner, Certified Court Reporter and Notary Public, HEREBY CERTIFY that the foregoing transcript of proceedings before the Oil Conservation Division was reported by me; that I transcribed my notes; and that the foregoing is a true and accurate record of the proceedings.

I FURTHER CERTIFY that I am not a relative or employee of any of the parties or attorneys involved in this matter and that I have no personal interest in the final disposition of this matter.

WITNESS MY HAND AND SEAL March 19th, 1998.

STEVEN T. BRENNER

CCR No. 7

My commission expires: October 14, 1998