

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. 13,893

APPLICATION OF YATES PETROLEUM )  
 CORPORATION FOR APPROVAL OF A PILOT )  
 PROJECT IN THE NORTH DAGGER DRAW-UPPER )  
 PENNSYLVANIAN UNIT FOR PURPOSES OF )  
 ESTABLISHING PROPER WATERFLOOD INJECTION )  
 PATTERNS AND FOR A TEMPORARY EXEMPTION )  
 FROM THE PROVISIONS OF DIVISION RULE 203 )  
 CONCERNING APPROVED TEMPORARY )  
 ABANDONMENT OF WELLS, EDDY COUNTY, )  
 NEW MEXICO )

2007 MAY 10 AM 9:11

ORIGINAL

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

BEFORE: RICHARD EZEANYIM, Hearing Examiner

April 26th, 2007

Santa Fe, New Mexico

This matter came on for hearing before the New Mexico Oil Conservation Division, RICHARD EZEANYIM, Hearing Examiner, on Thursday, April 26th, 2007, at the New Mexico Energy, Minerals and Natural Resources Department, 1220 South Saint Francis Drive, Room 102, Santa Fe, New Mexico, Steven T. Brenner, Certified Court Reporter No. 7 for the State of New Mexico.

\* \* \*

STEVEN T. BRENNER, CCR  
 (505) 989-9317

## I N D E X

April 26th, 2007  
Examiner Hearing  
CASE NO. 13,893

PAGE

REPORTER'S CERTIFICATE

5

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## E X H I B I T

Applicant's	Identified	Admitted
Exhibit A	4	-

\* \* \*

## A P P E A R A N C E S

## FOR THE DIVISION:

DAVID K. BROOKS, JR.  
Assistant General Counsel  
Energy, Minerals and Natural Resources Department  
1220 South St. Francis Drive  
Santa Fe, New Mexico 87505

## FOR THE APPLICANT:

HOLLAND & HART, L.L.P., and CAMPBELL & CARR  
110 N. Guadalupe, Suite 1  
P.O. Box 2208  
Santa Fe, New Mexico 87504-2208  
By: OCEAN MUNDS-DRY

\* \* \*

STEVEN T. BRENNER, CCR  
(505) 989-9317

1 WHEREUPON, the following proceedings were had at  
2 8:17 a.m.:

3 EXAMINER EZEANYIM: That leaves us with, on page  
4 2, Case Number 13,893. This case was continued from the  
5 Examiner Hearing on March 29th, and this is the Application  
6 of Yates Petroleum Corporation for approval of a pilot  
7 project in the North Dagger Draw-Upper Pennsylvanian Unit  
8 for purposes of establishing a waterflood project.

9 Call for appearances. And I understand this case  
10 has been heard, and I'm here to collect some information.

11 MS. MUNDS-DRY: Yes. Good morning, Mr. Examiner.  
12 Ocean Munds-Dry with the law firm of Holland and Hart, here  
13 representing Yates Petroleum Corporation this morning.

14 EXAMINER EZEANYIM: Okay. I guess there's no  
15 other appearance.

16 MS. MUNDS-DRY: Since I'm the only one here.

17 EXAMINER EZEANYIM: Yeah.

18 MS. MUNDS-DRY: Mr. Examiner, as you noted, this  
19 case was heard a couple of weeks ago, and I think right  
20 after or during -- when this case was heard, Yates was  
21 updating their list of interest owners in the waterflood  
22 area and discovered that there had been some changes in  
23 this ownership. So we noticed those interest owners, and  
24 we just had to let the time run in order to make sure they  
25 had sufficient notice under the Rules.

As I said, this matter was already heard, so we'd ask that this be included with the record and this matter be taken under advisement.

EXAMINER EZEANYIM: Good. Do you have any questions?

MR. BROOKS: (Shakes head)

EXAMINER EZEANYIM: Well, without further ado,  
Case Number 13,893 will be taken under advisement.

Thank you, Ms. Ocean.

MS. MUNDS-DRY: Thanks for showing up for me today.

EXAMINER EZEANYIM: And that concludes the hearing today.

(Thereupon, these proceedings were concluded at  
8:20 a.m.)

\* \* \*

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 132 heard by me on 4/13/88

STEVEN T. BRENNER, CCB, Examiner  
(505) 989-9317  
Investigation Division

## 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 April 27th, 2007.



STEVEN T. BRENNER  
CCR No. 7

My commission expires: October 16th, 2010