

1 STATE OF NEW MEXICO
2 ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
3 OIL CONSERVATION DIVISION
4

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

ORIGINAL

CASE NO. 13893

8 IN THE MATTER OF CASE 13893 BEING
9 REOPENED PURSUANT TO THE PROVISIONS OF
10 DIVISION ORDER NO. R-12251-A
11

12 REPORTER'S TRANSCRIPT OF PROCEEDINGS

13 EXAMINER HEARING

14
15 BEFORE: CAROL LEACH, Legal Examiner
16 WILLIAM V. JONES, Technical Examiner
17 TERRY WARNELL, Technical Examiner

18 June 12, 2008

19 Santa Fe, New Mexico

20 This matter came for hearing before the New Mexico Oil
21 Conservation Division, CAROL LEACH, Legal Examiner, WILLIAM V.
22 JONES, Technical Examiner, and TERRY WARNELL, Technical
23 Examiner, on June 12, 2008, at the New Mexico Energy, Minerals
24 and Natural Resources Department, 1220 South St. Francis Drive,
25 Room 102, Santa Fe, New Mexico.

REPORTED BY: JOYCE D. CALVERT, P-03
Paul Baca Court Reporters
500 Fourth Street, NW, Suite 105
Albuquerque, New Mexico 87102

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Will Jones 6/12/08

A P P E A R A N C E S

FOR THE APPLICANT,

Ocean Munds-Dry, Esq.
HOLLAND & HART, LLP
110 North Guadalupe, Suite 1
Santa Fe, New Mexico 87501

1 MR. JONES: Let's call Case No. 13893 in the matter
2 of Case 13893 Being Reopened Pursuant to Provision of the
3 Division's Order Number R-12251-A.

4 Call for appearances.

5 MS. MUNDS-DRY: Good morning, Mr. Examiner. Ocean
6 Munds-Dry with the law firm of Holland & Hart here on behalf of
7 the Yates Petroleum Corporation this morning.

8 This case we asked be dismissed. Mr. Carr sent a
9 letter to the Division on June 9th, and I don't know if you
10 have a copy of it. It basically states that the Yates Company
11 decided not to go forward with the pilot project and that they
12 did, in fact, plug or otherwise deal with the wells that they
13 were supposed to under the order. So at this time we would ask
14 that the case be dismissed.

15 MR. JONES: Okay. Any questions? I guess their
16 waterflood was a failure here. Do you know whether they're
17 totally giving up on it?

18 MS. MUNDS-DRY: I think they just decided not to go
19 forward with the pilot project.

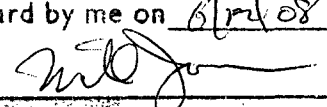
20 MR. JONES: Okay. Thank you very much.

21 MS. MUNDS-DRY: Thank you, Mr. Examiner.

22 MR. JONES: With that we'll take Case 13893 under
23 advisement.

24 [Hearing concluded.]

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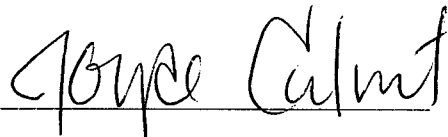
I do hereby certify that the foregoing is
a complete record of the proceedings in
the Examiner hearing of Case No. _____
heard by me on 6/24/08
, Examiner
Oil Conservation Division

REPORTER'S CERTIFICATE

I, JOYCE D. CALVERT, Provisional Court Reporter for the State of New Mexico, do hereby certify that I reported the foregoing proceedings in stenographic shorthand and that the foregoing pages are a true and correct transcript of those proceedings and was reduced to printed form under my direct supervision.

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

Signed this 12th day of June, 2008.



JOYCE D. CALVERT
New Mexico P-03
License Expires: 7/31/08

1 STATE OF NEW MEXICO)
 2 COUNTY OF BERNALILLO)

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4 I, JOYCE D. CALVERT, a New Mexico Provisional
 5 Reporter, working under the direction and direct supervision of
 6 Paul Baca, New Mexico CCR License Number 112, hereby certify
 7 that I reported the attached proceedings; that pages numbered
 8 1-3 inclusive, are a true and correct transcript of my
 9 stenographic notes. On the date I reported these proceedings,
 10 I was the holder of Provisional License Number P-03.

11 Dated at Albuquerque, New Mexico, 12th day of
 12 June, 2008.

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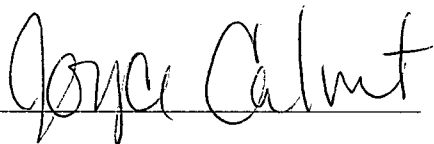
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