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

**ORIGINAL**

REPORTER'S TRANSCRIPT OF PROCEEDINGS  
PRE-HEARING  
DOCKET NO. 8-10

March 4, 2010  
Santa Fe, New Mexico

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BEFORE: DAVID BROOKS: Hearing Examiner  
WILLIAM JONES: Technical Advisor

This matter came for hearing before the New Mexico Oil Conservation Division, David Brooks Hearing Examiner, on March 4, 2010, at the New Mexico Energy, Minerals and Natural Resources Department, 1220 South St. Francis Drive, Room 102, Santa Fe, New Mexico.

REPORTED BY: Peggy A. Sedillo, NM CCR No. 88  
Paul Baca Court Reporters  
500 Fourth Street, NW, Suite 105  
Albuquerque, NM 87102

1 HEARING EXAMINER: At this time we'll go on the  
2 record in Docket No. 8-10. I'm David Brooks, Hearing  
3 Examiner, assisted by William Jones, who is the Technical  
4 Advisor. To start out, we will note the continuances and  
5 dismissals.

6 On Page 1 of your docket, Case No. 14387 is  
7 continued to April 15th.

8 Going over to Page 2, Case No. 14393 is  
9 continued to April 29th.

10 And going on to Page 3, Case No. 14438 is  
11 continued to March 18th.

12 On Page 4, Case No. 14429 is continued to  
13 March 18th. Case No. 14426 is continued to March 18th.  
14 Case No. 14427 is continued to March 18th. Case No. 14428  
15 is continued to March 18th.

16 On Page 5, Case No. 13940 is continued to  
17 September 9th. And finally, Case No. ~~14411~~ is continued  
18 to March 18th. Any additional continuances or dismissals?

19 MR. BRUCE: Mr. Examiner, at the bottom of  
20 Page 3, Case 14439, I would request that that case be  
21 dismissed.

22 HEARING EXAMINER: Okay. I had noted "Probably  
23 to be dismissed," so it is now being dismissed. Okay,  
24 Case No. 14439 will be dismissed.

25 MR. BRUCE: And if I could take care of one

1 final matter, on Page 5?

2 HEARING EXAMINER: Okay.

3 MR. BROOKS: Case 14353, the Chi Energy  
4 secondary recovery case?

5 HEARING EXAMINER: Yes.

6 MR. BRUCE: If I could, that case had been  
7 continued so that the operator could take care of certain  
8 compliance matters. And I've submitted to you a letter  
9 from Gail MacQuesten, the Division counsel, stating that  
10 Chi is now in compliance. And so I'd just ask that that  
11 matter -- which has been heard, be taken under advisement.

12 HEARING EXAMINER: Okay. Ms. MacQuesten is  
13 present in the hearing room?

14 MS. MACQUESTEN: Yes, Mr. Examiner. I agree  
15 with Mr. Bruce. We have checked Chi's compliance on the  
16 inactive well issues and the financial assurance issues,  
17 and they are in compliance with Part 5.9 at this time.

18 HEARING EXAMINER: Very good. Thank you. I  
19 believe that Mr. Ezyamian took Case No. 144353 under  
20 advisement at a previous hearing, but if that has not yet  
21 been done, Case No. 14353 is taken under advisement.

22 Other continuances or dismissals? Very good.

23 (Whereupon, the proceedings concluded.)

24 I do hereby certify that the foregoing is  
a correct and true copy of the proceedings in  
the above entitled hearing, Case No.  
25 heard by me on March 4, 2010

*David K. Brooks*  
Oil Conservation Division

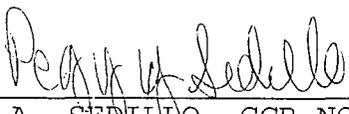
1 STATE OF NEW MEXICO )  
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2 COUNTY OF BERNALILLO )

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REPORTER'S CERTIFICATE

I, PEGGY A. SEDILLO, Certified Court Reporter of the firm Paul Baca Professional Court Reporters do hereby certify that the foregoing transcript is a complete and accurate record of said proceedings as the same were recorded by me or under my supervision.

Dated at Albuquerque, New Mexico this 9th day of March, 2010.

  
\_\_\_\_\_  
PEGGY A. SEDILLO, CCR NO. 88  
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