

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

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

**ORIGINAL**

APPLICATION OF THE NEW MEXICO OIL  
CONSERVATION DIVISION FOR A COMPLIANCE  
ORDER AGAINST C&D MANAGEMENT COMPANY,  
D/B/A FREEDOM VENTURES COMPANY

Case No. 14055

DE NOVO APPLICATION OF COLEMAN OIL  
& GAS, INC., FOR THE RESCISSION OF  
DE NOVO ORDER NUMBER R-12820-A,  
SAN JUAN COUNTY, NEW MEXICO

Case No. 13812

Case No. 14365; Case No. 14366; Case No. 14323;  
Case No. 14382; Case No. 14418 Continued to  
July 15, 2010

Case No. 14463 Dismissed

REPORTER'S TRANSCRIPT OF PROCEEDINGS  
COMMISSIONER HEARING

BEFORE: MARK E. FESMIRE, Chairman  
JAMI BAILEY, Commissioner

June 17, 2010  
Santa Fe, New Mexico

This matter came on for hearing before the New  
Mexico Oil Conservation Commission, MARK E. FESMIRE,  
Chairman, on Thursday, June 17, 2010, at the New Mexico  
Energy, Minerals and Natural Resources Department, 1220  
South Saint Francis Drive, Room 102, Santa Fe, New  
Mexico.

REPORTED BY: Jacqueline R. Lujan, CCR #91  
Paul Baca Professional Court Reporters  
500 Fourth Street, N.W., Suite 105

RECEIVED OCD  
2010 JUN 29 P 2:25  
RECEIVED OCD

A P P E A R A N C E S

FOR THE OIL CONSERVATION COMMISSION:

Cheryl Bada, Esq.  
 Assistant General Counsel  
 1220 S. St. Francis Drive  
 Santa Fe, New Mexico 87504

FOR THE OIL CONSERVATION DIVISION:

Mikal Altomare, Esq.  
 1220 S. St. Francis Drive  
 Santa Fe, New Mexico 87505

FOR COLEMAN OIL & GAS, INC.:

Ocean Munds-Dry, Esq.  
 Holland & Hart  
 110 North Guadalupe, Suite 1  
 Santa Fe, New Mexico 87501

ALSO PRESENT:

Florene Davidson

REPORTER'S CERTIFICATE

23

1                   CHAIRMAN FESMIRE: At this time I'm going  
2 to call to order the Thursday, June 17th, 2010, regularly  
3 scheduled meeting of the New Mexico Oil Conservation  
4 Commission. The record should reflect that Commissioners  
5 Bailey and Fesmire are present. Commissioner Olson,  
6 however, is on other duty and will not be here today.  
7 We, however, according to the law of New Mexico, have a  
8 quorum, and we will therefore be able to conduct  
9 business.

10                   The first item of business on the docket  
11 before the Commission this morning is approval of the  
12 minutes of the May 20th, 2010, Commission meeting.

13                   Commissioner Bailey, have you had an  
14 opportunity to review the minutes as presented?

15                   COMMISSIONER BAILEY: Yes, I have, and I  
16 move that we adopt them.

17                   CHAIRMAN FESMIRE: I too have reviewed the  
18 minutes, and I second the motion. Commissioner Bailey  
19 and I will vote. All those in favor of adopting the  
20 minutes as presented signify by saying aye.

21                   The record should reflect that Commissioners  
22 Bailey and Fesmire voted to adopt the minutes. They were  
23 adopted as presented and transmitted to the secretary for  
24 recording.

25                   The next item of business before the

1 Commission is Case Number 14055, the application of the  
2 New Mexico Oil Conservation Division for a compliance  
3 order against C&D Management Company, doing business as  
4 Freedom Ventures Company.

5 This is a prior case that was heard by the  
6 Commission. The Commission directed Counsel to draft an  
7 order reflecting their decision. That order has been  
8 presented by Counsel.

9 Commissioner Bailey, did you get a chance to  
10 review that order?

11 COMMISSIONER BAILEY: Yes, I did. I think  
12 the order does accurately reflect the decisions that we  
13 made.

14 CHAIRMAN FESMIRE: I concur with  
15 Commissioner Bailey. So at this time, I'll ask for a  
16 motion to adopt the order.

17 COMMISSIONER BAILEY: I so move.

18 CHAIRMAN FESMIRE: I second that motion.  
19 All those in favor signify by saying aye.

20 Let the record reflect that Commissioners  
21 Bailey and Fesmire voted to adopt the order as presented  
22 and have each signed the order and transmitted it to the  
23 secretary for recording.

24 The next case before the Commission today is  
25 Case Number 13812, the de novo application of Coleman Oil

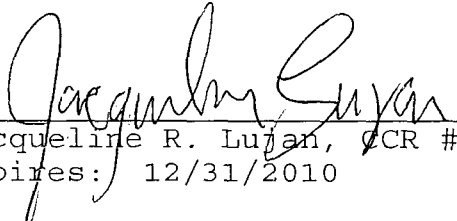
## REPORTER'S CERTIFICATE

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25

I, JACQUELINE R. LUJAN, New Mexico CCR #91, DO  
HEREBY CERTIFY that on June 17, 2010, 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 28th day of June, 2010.

  
Jacqueline R. Lujan, CCR #91  
Expires: 12/31/2010