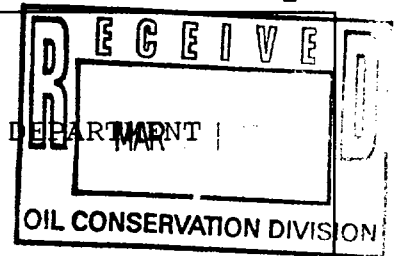


NEW MEXICO OIL CONSERVATION COMMISSION

EXAMINER HEARINGSANTA FE, NEW MEXICOHearing Date MARCH 7, 1996 Time: 8:15 A.M.

NAME	REPRESENTING	LOCATION
John Smith	Shell Oil Co	Santa Fe
Curt Anderson	Harold G. Guss, Jr.	"
Mike White	SFER	Midland
Thane Atkins	Penwell Energy	Midland
John Thont	Robert Enfield	Midland
Frank Messer	Penwell Energy	Midland
	Harvey E. Yates Co	Roswell

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. 11,463

APPLICATION OF ROBERT L. BAYLESS FOR)
 DOWNHOLE COMMINGLING, SAN JUAN COUNTY,)
 NEW MEXICO)

ORIGINAL

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

BEFORE: MICHAEL E. STOGNER, Hearing Examiner

March 7th, 1996

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 7th, 1996, 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.

* * *

I N D E X

March 7th, 1996
Examiner Hearing
CASE NO. 11,463

PAGE

REPORTER'S CERTIFICATE

4

* * *

A P P E A R A N C E S

FOR THE DIVISION:

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

* * *

1 WHEREUPON, the following proceedings were had at
2 8:20 a.m.:

3 EXAMINER STOGNER: At this time I'll call the
4 hearing to order and call first case, 11,463.

5 MR. CARROLL: Application of Robert L. Bayless
6 for downhole commingling, San Juan County, New Mexico.

7 EXAMINER STOGNER: This case was heard on
8 February 8th, however the notice was insufficient, and at
9 this time I'll call for any appearances and/or additional
10 testimony.

11 Then this case will be taken under advisement at
12 this time.

13 (Thereupon, these proceedings were concluded at
14 8:20 a.m.)

15 * * *

16
17
18
19
20
21 I do hereby certify that the foregoing is
22 a complete report of the proceedings in
the Examiner's hearing of Case No. 11463,
23 heard by me on 7 March 1946.

24 Michael H. Stogner, Examiner
Oil Conservation Division
25

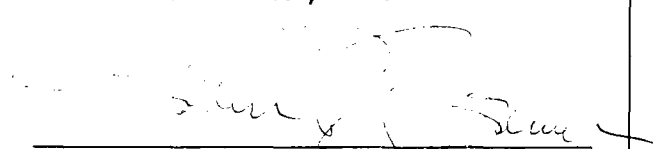
CERTIFICATE OF REPORTER

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 7th, 1996.



STEVEN T. BRENNER
CCR No. 7

My commission expires: October 14, 1998