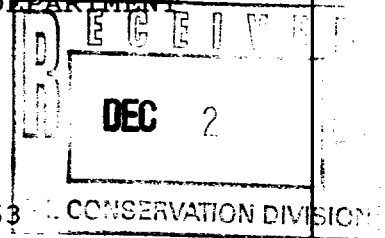


STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION COMMISSION



CASE NOS. 11,525, 11,526, 11,563 CONSERVATION DIVISION

FINAL COMMISSION ACTION

ORIGINAL

REPORTER'S TRANSCRIPT OF PROCEEDINGS

COMMISSION HEARING

BEFORE: WILLIAM J. LEMAY, CHAIRMAN
WILLIAM WEISS, COMMISSIONER
JAMI BAILEY, COMMISSIONER

November 14th, 1996

Santa Fe, New Mexico

These matters came on for hearing before the Oil Conservation Commission on Thursday, November 14th, 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

November 14th, 1996
Commission Hearing
CASE NOS. 11,525, 11,526, and 11,563

PAGE

REPORTER'S CERTIFICATE

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A P P E A R A N C E S

FOR THE COMMISSION:

LYN S. HEBERT
Deputy General Counsel
Energy, Minerals and Natural Resources Department
2040 South Pacheco
Santa Fe, New Mexico 87505

* * *

1 WHEREUPON, the following proceedings were had at
2 9:05 a.m.:

3 CHAIRMAN LEMAY: Take your seats, we can begin.
4 This is the Oil Conservation Commission hearing. My name
5 is Bill LeMay, Chairman of the Commission. To my left is
6 Commissioner Bill Weiss. To my right, Commissioner Jami
7 Bailey representing the Commissioner of Public Lands.

8 Good morning.

9 First, we'll do a little business.

10 Have you fellow Commissioners looked at the
11 minutes of the previous meeting, and is it your intent to
12 sign the minutes -- to approve the minutes, I should say?

13 COMMISSIONER BAILEY: It's my intent to approve,
14 yes.

15 CHAIRMAN LEMAY: Commissioner Weiss --

16 COMMISSIONER WEISS: Yes.

17 CHAIRMAN LEMAY: -- do you approve the minutes?

18 So moved. The minutes have been approved.

19 Also, we have on the docket for final action
20 Cases Number 11,525 and 11,526, both of which are *de novo*
21 cases, Yates Petroleum for amendment of special pool rules,
22 North Dagger Draw, cancellation of overproduction.

23 Is it your intent to take final action and
24 approve the order on those cases, Commissioner Bailey?

25 COMMISSIONER BAILEY: Yes, it is.

1 CHAIRMAN LEMAY: Commissioner Weiss?

2 COMMISSIONER WEISS: Yes.

3 CHAIRMAN LEMAY: Final action will be taken on
4 those two cases.

5 And then case Number 11,563, which we ruled from
6 the bench, there is an Order on that case. Is it your
7 intent to take final action on that, Commissioner Bailey?

8 COMMISSIONER BAILEY: Yes, it is.

9 CHAIRMAN LEMAY: Commissioner Weiss?

10 COMMISSIONER WEISS: Yes.

11 CHAIRMAN LEMAY: Okay, thank you. Let the record
12 show that final action has been taken on Cases 11,525,
13 11,526, 11,563.

14 (Thereupon, these proceedings were concluded at
15 9:06 a.m.)

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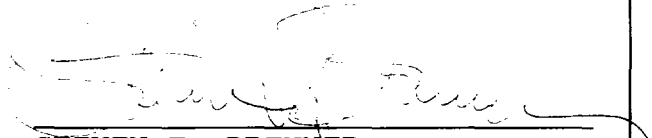
CERTIFICATE OF REPORTER

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 Commission 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 November 16th, 1996.


STEVEN T. BRENNER
CCR No. 7

My commission expires: October 14, 1998