1 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. 11,746 APPLICATION OF SDX RESOURCES, INC., TO) ABOLISH BOTH THE EAST MILLMAN-SEVEN RIVERS POOL AND THE PALMILLO-SEVEN RIVERS POOL AND TO EXTEND THE VERTICAL AND HORIZONTAL LIMITS OF THE EAST ADD: MILLMAN QUEEN-GRAYBURG-SAN ANDRES POOL,) EDDY COUNTY, AND TO REDESIGNATE SAID POOL AS THE EAST MILLMAN QUEEN-GRAYBURG-) CONSERVA SAN ANDRES-YATES-SEVEN RIVERS POOL,) NEW MEXICO OFFICIAL EXHIBIT FILE EXAMINER HEARING BEFORE: DAVID R. CATANACH, Hearing Examiner March 20th, 1997 Santa Fe, New Mexico This matter came on for hearing before the New Mexico Oil Conservation Division, DAVID R. CATANACH, Hearing Examiner, on Thursday, March 20th, 1997, 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. * * *

STEVEN T. BRENNER, CCR (505) 989-9317

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