

NEW MEXICO OIL CONSERVATION DIVISION

EXAMINER HEARINGSANTA FE, NEW MEXICOHearing Date JUNE 11, 1998 Time 8:15 A.M.

NAME	REPRESENTING	LOCATION
TESSY GANT	POGO Producing Company	Midland, TX
SLOTT HALL	MILLER LAW FIRM	SANTA FE
Mark Burdett	Pogo Producing	Midland, TX
William F. Sam	Campbell, Am. Exp + Shundan	Santa Fe
STEVE BALDWIN	SABA ENERGY OF TEXAS	OKLAHOMA CITY, OK
James Bane		Santa Fe
W. Keller	Keller + Keller	Santa Fe

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. 11,973

APPLICATION OF SHAHARA OIL, L.L.C., FOR)
A WATERFLOOD/TERTIARY RECOVERY PROJECT)
AND QUALIFICATION OF THE PROJECT FOR THE)
RECOVERED OIL TAX RATE PURSUANT TO THE)
"NEW MEXICO ENHANCED OIL RECOVERY ACT",)
EDDY COUNTY, NEW MEXICO)

ORIGINAL

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

BEFORE: MICHAEL E. STOGNER, Hearing Examiner

June 11th, 1998

Santa Fe, New Mexico

OIL CONSERVATION DIV.
98 JUN 25 AM 8:48

This matter came on for hearing before the New Mexico Oil Conservation Division, MICHAEL E. STOGNER, Hearing Examiner, on Thursday, June 11th, 1998, 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

I N D E X

June 11th, 1998
Examiner Hearing
CASE NO. 11,973

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 9:31 a.m.:

3 EXAMINER STOGNER: At this time I will call Case
4 Number 11,973.

5 MR. CARROLL: Application of Shahara Oil, L.L.C.,
6 for a waterflood/tertiary recovery project and
7 qualification of the project for the recovered oil tax rate
8 pursuant to the "New Mexico Enhanced Oil Recovery Act",
9 Eddy County, New Mexico.

10 EXAMINER STOGNER: This matter was heard, I
11 believe, two weeks ago, before Mr. David Catanach, however
12 it was readvertised to include additional wording and
13 additional notice.

14 At this time I'll call for any appearances and/or
15 additional testimony.

16 At this time Case Number 11,973 will be taken
17 under advisement.

18 (Thereupon, these proceedings were concluded at
19 9:32 a.m.)

20 * * *

21 I do hereby certify that the foregoing is a
22 a complete and correct transcript of the proceedings
23 the Examination of Case Number 11,973
24 heard by me on June 11, 1998.
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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 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 June 11th, 1998.



STEVEN T. BRENNER
 CCR No. 7

My commission expires: October 14, 1998