

## NEW MEXICO OIL CONSERVATION DIVISION

EXAMINER HEARINGSANTA FE, NEW MEXICOHearing Date JULY 9, 1998 Time 8:15 A.M.

NAME	REPRESENTING	LOCATION
Joe Clement	Saga Pet	Midland, TX
Lorin Rullo	Saga Pet	Midland, TX
JOHN KULLMAN	PETROCEUM DEVELOPMENT CORP	MIDLAND, TX
MIKE HANAGAN	MARATHON ENERGY CORP	Roswell, NM
DAMIAN BARRETT	JOHN H. HENRICH CORP	MIDLAND, TX
Roy Wain	Oryx Energy	DALLAS, TX
Paul Ferguson	Oryx Energy	Dallas, TX
Nicholas C. Duane	Oryx Energy	Dallas, TX
Bryan Aronson	CCO	Albuquerque, N.M.
J. Kellahan	Kellahan & Kellahan	Santa Fe
William A. Tull	Tull, Tull, Tull & Tull	Santa Fe
George ULMO	STEVENS + TULL	Midland, TX
Jerry A. Weant	"	"
DALE DOUGLAS	DAVID H. ARMSTRONG OIL	"
DAVID ARMSTRONG	"	"
Bill Bacon	"	"
Robert Hooper	Jimmy Hooper	Roswell, NM
JOHN KLOOSTERMAN	MARATHON	MIDLAND, TX
Steve Daniels	Marathon	Midland, TX
DENISE COX	MARATHON	MIDLAND, TX

## NEW MEXICO OIL CONSERVATION DIVISION

EXAMINER HEARINGSANTA FE, NEW MEXICOHearing Date JULY 9, 1998 Time 8:15 A.M.

NAME	REPRESENTING	LOCATION
Patrick Tower	Enron Oil & Gas	Midland, TX.
Barry Zinz	Enron Oil & Gas	Midland, TX.
Wes McManis	Santa Fe Petroleum	Midland, TX
John Humphrey	"	"
Don Rogers	"	"
Jim F. Neal	—	SF
Mike Lowmick	Oxy USA	Midland, TX
BOB DOTY	"	"
Rick Fournier	"	"
Joe Clement	Saga Petroleum	Midland

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. 11,986

APPLICATION OF SABA ENERGY OF TEXAS, )  
INCORPORATED, FOR POOL CREATION AND )  
SPECIAL POOL RULES, LEA COUNTY, )  
NEW MEXICO )

ORIGINAL

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

BEFORE: MICHAEL E. STOGNER, Hearing Examiner

RECEIVED

August 6th, 1998

Santa Fe, New Mexico

Oil Conservation Division

This matter came on for hearing before the New Mexico Oil Conservation Division, MICHAEL E. STOGNER, Hearing Examiner, on Thursday, August 6, 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.

\* \* \*

## I N D E X

August 6th, 1998  
Examiner Hearing  
CASE NO. 11,986

PAGE

REPORTER'S CERTIFICATE

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\* \* \*

## 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

FOR THE APPLICANT:

CAMPBELL, CARR, BERGE and SHERIDAN, P.A.  
Suite 1 - 110 N. Guadalupe  
P.O. Box 2208  
Santa Fe, New Mexico 87504-2208  
By: WILLIAM F. CARR

\* \* \*

1           WHEREUPON, the following proceedings were had at  
2   8:24 a.m.:

3           EXAMINER STOGNER: Call Case Number 11,986.

4           MR. CARROLL: Application of Saba Energy of  
5   Texas, Incorporated, for pool creation and special pool  
6   rules, Lea County, New Mexico.

7           MR. CARR: May it please the Examiner, I'm  
8   William F. Carr with the Santa Fe law firm Campbell, Carr,  
9   Berge and Sheridan.

10           This case was heard approximately six weeks ago,  
11   and at the time of that hearing there was an 80-acre tract  
12   that was actually within a mile of the subject well.

13           The Examiner requested that notice -- actual  
14   notice, be provided to the owners of the interest in that  
15   tract, unleased mineral interests. They have had title  
16   work done, and they are still trying to identify all those  
17   interest owners to provide that notice, and so we have to  
18   request that the case be continued to September the 3rd.

19           I did discuss this matter with their land  
20   department late last week, and we are hopeful that we can  
21   provide the notice to those mineral owners -- there are a  
22   number of them -- in this 80-acre tract and be ready to  
23   request the case be taken under advisement by the first  
24   hearing in September.

25           EXAMINER STOGNER: Anything further in Case

1 11,986?

2 Then this matter will be continued to the  
3 Examiner's Hearing scheduled for September 3rd, 1998.

4 Thank you, Mr. Carr.

5 (Thereupon, these proceedings were concluded at  
6 8:26 a.m.)

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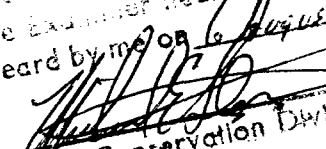
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I do hereby certify that the foregoing is  
a true and correct copy of the proceedings in  
the Examiner's hearing of Case No. 11986,  
heard by me on 6 August 1998.  
  
Off Conservation Division, Examiner

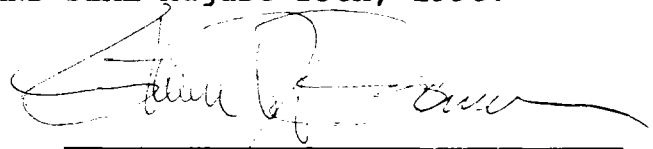
## CERTIFICATE OF REPORTER

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 August 25th, 1998.



STEVEN T. BRENNER  
CCR No. 7

My commission expires: October 14, 1998