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NEW MEXICO OIL CONSERVATION DIVISION

EXAMINER HEARING

SANTA FE, NEW MEXICO

JULY 9, 1998 Time 8:15 A.M. Hearing Date_ REPRESENTING LOCATION Toe Clement Sacr Pet Midland, TX Midland TX Lorin Rulla SEGA POT MISCARD TX PETROLEUM DEVELOPMENT CORP. JOHN KULLMAN MIKE HAMAGAN Paswell, NM MARBOR EMERCY - OF DAMIAN BAFFET JOHN H. HENDRIX CORP MIDLAND, +X Roy work Dilx Everal DALKAS, 7x Paul Farguson Oryx Zungy Dallas -x Orgx Inergy Nicholas Duane Daires TX Dryan Horand CCD Will and J. Milland, TX Stevens + Tull George ULMO Jerry A. Weart DAVIDA ALLE HETAL OF DALE DOUGLAS DAMO AMMILIANO Poll BAKEN 1 Robat Hours Ke swall NM Jimny JOHN KLEDSTERMAN MARATERIA Midland, TX Steve Daniels marathon

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NEW MEXICO OIL CONSERVATION DIVISION

EXAMINER HEARING

SANTA FE, NEW MEXICO

Hearing Date_______ JULY 9, 1998 _______ Time__ 8:15 A.M.

NAME REPRESENTING LOCATION Patrick Tower Enron Oil & Ga Barry Zinz Enron Oil & Gas Midlant, 11. M. Iland, Txi Midy H. S. Garage Town For Brings to Mrs and Ty Joan Humping ŧ١ Kis Francis Si Clement Sing Propert Meand

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

July 9th, 1998

Santa Fe, New Mexico

This matter came on for hearing before the New So Mexico Oil Conservation Division, MICHAEL E. STOGNER, Hearing Examiner, on Thursday, July 9th, 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.

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July 8th, 1998 Examiner Hearing CASE NO. 11,986

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REPORTER'S CERTIFICATE

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* * *

APPEARANCES

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

ALSO PRESENT:

MARK W. ASHLEY NMOCD Environmental Geologist 2040 South Pacheco Santa Fe, New Mexico 87505

* * *

WHEREUPON, the following proceedings were had at 1 2 8:15 a.m.: 3 EXAMINER STOGNER: This hearing will come to 4 order. Please note today's date, Thursday, July the 9th, 5 1998. This is Docket Number 18-98. 6 7 I'm Michael Stogner, appointed today's Hearing Examiner for today's cases. 8 9 At this time I will call Case Number 11,986. 10 MR. CARROLL: Application of Saba Energy of 11 Texas, Incorporated, for pool creation and special pool rules, Lea County, New Mexico. 12 13 EXAMINER STOGNER: Call for appearances. 14 MR. CARR: May it please the Examiner, my name is 15 William F. Carr with the Santa Fe law firm Campbell, Carr, 16 Berge and Sheridan. 17 We represent Saba Energy of Texas. 18 Mr. Examiner, Saba requests that this case be continued for four weeks. It was heard on June the 11th, 19 20 at which time the Examiner requested additional notice be 21 given. It has required some title work that made it impossible to get the notice letters out to conclude the 22 case on this date. 23 24 EXAMINER STOGNER: Anything further in this matter at this time? 25

	"
1	Okay, this case will be continued to the
2	Examiner's Hearing scheduled for August 6th, 1998.
3	Thank you, Mr. Carr.
4	(Thereupon, these proceedings were concluded at
5	8:16 a.m.)
6	* * *
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10	I do havely
11	complete accordance proceedings in the Examiner bearing as
12	the Examiner lifering of case to 1986.
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14	ON Conservation Division
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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 July 10th, 1998.

STEVEN T. BRENNER

CCR No. 7

My commission expires: October 14, 1998