

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:)
APPLICATION OF SOUTHWEST ROYALTIES,)
INC., FOR A WATERFLOOD PROJECT,)
LEA COUNTY, NEW MEXICO)

CASE NO. 12,021

ORIGINAL

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

BEFORE: MICHAEL E. STOGNER, Hearing Examiner

September 3rd, 1998

Santa Fe, New Mexico

OIL CONSERVATION DIV.
98 SEP 17 AM 7:59

This matter came on for hearing before the New Mexico Oil Conservation Division, MICHAEL E. STOGNER, Hearing Examiner, on Thursday, September 3rd, 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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I N D E X

September 3rd, 1998
Examiner Hearing
CASE NO. 12,021

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

ALSO PRESENT:

MARK W. ASHLEY
NMOCDC Petroleum Geologist
2040 South Pacheco
Santa Fe, New Mexico 87505

* * *

1 WHEREUPON, the following proceedings were had at
2 8:20 a.m.:

3 EXAMINER STOGNER: This hearing will come to
4 order for Docket Number 24-98. Please note today's date,
5 September the 3rd, 1998. I'm Michael Stogner, appointed
6 Hearing Examiner for today's cases.

7 We'll skip over the first case and go to number
8 two, and at this time I'll call Case Number 12,021.

9 MR. CARROLL: Application of Southwest Royalties,
10 Inc., for a waterflood project, Lea County, New Mexico.

11 EXAMINER STOGNER: I believe this case was heard
12 by Mr. Catanach on August 20th. However, due to an
13 advertisement error this needed to be corrected and was
14 continued and readvertised at this time.

15 At this time I'll call for any appearances.

16 Anything further in Case 12,021?

17 Then this case will be taken under advisement.

18 (Thereupon, these proceedings were concluded at
19 8:21 a.m.)

20 * * *

21 I do hereby certify that the foregoing is
22 a true and correct copy of the proceedings in
23 the case of 12021,
24 3 Sept 1998,
25 Michael Stogner, Examiner
Oil Conservation Division

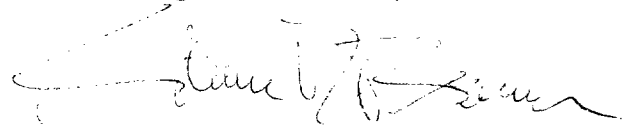
CERTIFICATE OF REPORTER

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 September 3rd, 1998.



STEVEN T. BRENNER
 CCR No. 7

My commission expires: October 14, 1998