

STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT  
OIL CONSERVATION DIVISION  
CASE 10043, CASE 10044, CASE 10045, CASE 10046,  
CASE 10047, CASE 10031, CASE 10050, CASE 10054,  
CASE 9995, CASE 9997, CASE 10038, CASE 10021,  
CASE 10057, CASE 10058, CASE 10062, CASE 10063,  
CASE 10064

EXAMINER HEARING

IN THE MATTER OF:

CONTINUED and DISMISSED CASES

TRANSCRIPT OF PROCEEDINGS

BEFORE: DAVID R. CATANACH, EXAMINER

STATE LAND OFFICE BUILDING

SANTA FE, NEW MEXICO

August 22, 1990

## A P P E A R A N C E S

FOR THE DIVISION:

ROBERT G. STOVALL

Attorney at Law

Legal Counsel to the Divison

State Land Office Building

Santa Fe, New Mexico

1           EXAMINER CATANACH: Call the hearing to  
2 order this morning for Docket Number 23-90. We'll  
3 call the continuances and dismissals first.

4           Call Cases 10043, 10044, 10045, 10046 and  
5 10047.

6           MR. STOVALL: These are the applications of  
7 D. J. Simmons Company for compulsory pooling in San  
8 Juan County, New Mexico.

9           The applicant has requested that each of  
10 these cases be continued to the Examiner Hearing set  
11 for September 5, 1990.

12          EXAMINER CATANACH: Each of these cases is  
13 so continued to the September 5th docket.

14                   \* \* \* \* \*

15          EXAMINER CATANACH: Call Case 10031.

16          MR. STOVALL: Application of Nearburg  
17 Producing Company for a nonstandard oil proration  
18 unit, Eddy County, New Mexico.

19          Applicant requests this case be continued  
20 to the Examiner Hearing set for September 19, 1990.

21          EXAMINER CATANACH: Case 10031 is hereby  
22 continued to the September 19th hearing.

23                   \* \* \* \* \*

24          EXAMINER CATANACH: Call Case 10050.

25          MR. STOVALL: Application of Blackwood &

1 Nichols Co. Ltd., for directional drilling and a  
2 nonstandard gas proration unit, San Juan County, New  
3 Mexico.

4 Applicant requests this case be continued  
5 to September 5, 1990.

6 EXAMINER CATANACH: Case 10050 is hereby  
7 continued to the September 5th hearing.

8 \* \* \* \* \*

9 EXAMINER CATANACH: Call Case 10054.

10 MR. STOVALL: Application of Pacific  
11 Enterprises Oil Company (USA) for compulsory pooling,  
12 Eddy County, New Mexico.

13 Applicant requests this case be dismissed.

14 EXAMINER CATANACH: Case 10054 is hereby  
15 dismissed.

16 \* \* \* \* \*

17 EXAMINER CATANACH: Call Case 9995.

18 MR. STOVALL: Application of Sendero  
19 Petroleum, Inc., for compulsory pooling, Eddy County,  
20 New Mexico.

21 Applicant has requested this case be  
22 dismissed.

23 EXAMINER CATANACH: Case 9995 is hereby  
24 dismissed.

25 \* \* \* \* \*

1 EXAMINER CATANACH: Call case 9997.

2 MR. STOVALL: Application of TXO Production  
3 for compulsory pooling, Eddy County, New Mexico.

4 Applicant has requested that this case be  
5 dismissed.

6 EXAMINER CATANACH: Case 9997 is hereby  
7 dismissed.

8 \* \* \* \* \*

9 EXAMINER CATANACH: Call Case 10038.

10 MR. STOVALL: Application of Nassau  
11 Resources, Inc., for infill drilling in the  
12 Basin-Fruitland Coal Gas Pool on its Carracas Canyon  
13 Unit, Rio Arriba County, New Mexico.

14 Applicant has requested this case be  
15 continued to the Examiner Hearing set for September 5,  
16 1990.

17 EXAMINER CATANACH: Case 10038 is hereby  
18 continued to the September 5th hearing.

19 \* \* \* \* \*

20 EXAMINER CATANACH: Call Case 10021.

21 MR. STOVALL: Application of Meridian Oil,  
22 Inc., for an unorthodox coal gas well location, San  
23 Juan County, New Mexico.

24 Applicant requests this case be dismissed.

25 EXAMINER CATANACH: Case 10021 is hereby

1 dismissed.

2 \* \* \* \* \*

3 EXAMINER CATANACH: Call Case 10057.

4 MR. STOVALL: Application of Meridian Oil,  
5 Inc., for pool creation, special pool rules and  
6 discovery allowable, Lea County, New Mexico.

7 Applicant requests that this case be  
8 dismissed.

9 EXAMINER CATANACH: Case 10057 is hereby  
10 dismissed.

11 \* \* \* \* \*

12 EXAMINER CATANACH: Call Case 10058.

13 MR. STOVALL: Application of Phillips  
14 Petroleum Company for eight nonstandard gas proration  
15 units and seven unorthodox coal gas well locations,  
16 San Juan County, New Mexico.

17 Applicant has requested that this case be  
18 continued to September 5, 1990.

19 EXAMINER CATANACH: Case 10058 is hereby  
20 continued to the September 5th hearing.

21 \* \* \* \* \*

22 EXAMINER CATANACH: Call Case 10062.

23 MR. STOVALL: Application of OXY USA, Inc.,  
24 for statutory unitization, Lea County, New Mexico.

25 Applicant has requested that this case be

1 continued to September 5, 1990.

2 EXAMINER CATANACH: Case 10062 is hereby  
3 continued to the September 5th hearing.

4 \* \* \* \* \*

5 EXAMINER CATANACH: Call Case 10063.

6 MR. STOVALL: Application of OXY USA, Inc.,  
7 for a waterflood project, Lea County, New Mexico.

8 Applicant has requested this case be  
9 continued to September 5, 1990.

10 EXAMINER CATANACH: Case 10063 is hereby  
11 continued to September 5th.

12 \* \* \* \* \*

13 EXAMINER CATANACH: Call Case 10064.

14 MR. STOVALL: Application of OXY USA, Inc.,  
15 for pool contraction and extension, Lea County, New  
16 Mexico.

17 Applicant has requested this case be  
18 continued to September 5, 1990.

19 EXAMINER CATANACH: Case 10064 is hereby  
20 continued to the September 5th hearing.

21 \* \* \* \* \*

22 MR. STOVALL: In keeping with our usual  
23 practice and since there's so many people here, we'll  
24 try to clarify approximately when you'll be on.

25 We'll put all contested cases at the end of

1 the docket, to be heard after uncontested cases. I'm  
2 showing the three Chevron applications in the  
3 contested pool. Those will be the last cases heard,  
4 10059, 60 and 61, the three Chevron cases in  
5 connection with the waterflood.

6 Case 10048 will be moved to be the first  
7 case heard after the uncontested cases. Case 10049  
8 will be moved to after the uncontested cases.

9 Does anybody know of any other opposed  
10 cases on the docket?

11 Case 10052 is no longer opposed, is that  
12 right, Mr. Padilla?

13 MR. PADILLA: That's correct.

14 MR. STOVALL: Are there any other parties  
15 here who have any intent of opposing any of the cases  
16 that are on the docket for today?

17 Okay. Those two cases are the two that  
18 will be affected. Time estimate? Difficult to say,  
19 as you all know.

20 There are seven uncontested cases. You're  
21 looking at an average of 30 minutes apiece on those.  
22 That will give you some idea of how long it will  
23 take. If that gives you some idea, those of you on  
24 those two cases that are getting moved back, it will  
25 probably be at least two to three hours before they're



1 actually called. Whether they're called before or  
2 after lunch is difficult to predict at this point.

3 If you'll check back about 10:30 to 11:00  
4 to see where we are on the docket at that time, it  
5 will free you up for a couple of hours anyway.

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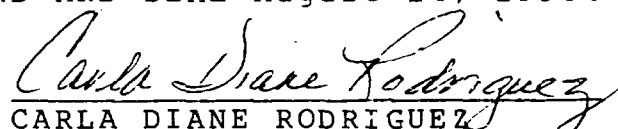
## 1 CERTIFICATE OF REPORTER

2  
3 STATE OF NEW MEXICO )  
4 ) ss.  
5 COUNTY OF SANTA FE )

6 I, Carla Diane Rodriguez, Certified  
7 Shorthand Reporter and Notary Public, HEREBY CERTIFY  
8 that the foregoing transcript of proceedings before  
9 the Oil Conservation Division was reported by me; that  
10 I caused my notes to be transcribed under my personal  
11 supervision; and that the foregoing is a true and  
12 accurate record of the proceedings.

13 I FURTHER CERTIFY that I am not a relative  
14 or employee of any of the parties or attorneys  
15 involved in this matter and that I have no personal  
16 interest in the final disposition of this matter.

17 WITNESS MY HAND AND SEAL August 24, 1990.

18   
19 CARLA DIANE RODRIGUEZ  
20 CSR No. 91

21 My commission expires: May 25, 1991

22 I do hereby certify that the foregoing is  
23 a correct and true transcript of the proceedings in  
24 the Examiner hearing of Case No. 10062,  
25 heard by me on August 22, 1990.

, Examiner  
Oil Conservation Division