

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION  
STATE LAND OFFICE BLDG.  
SANTA FE, NEW MEXICO

5 March 1986

DIVISION HEARING

IN THE MATTER OF:

The hearing called by the Oil  
Conservation Division on its own  
motion for an order creating and  
extending certain pools in Eddy  
and Chaves Counties, New Mexico.

CASE  
8850

BEFORE: Michael E. Stogner, Examiner

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Division:

Jeff Taylor  
Attorney at Law  
Legal Counsel to the Division  
State Land Office Bldg.  
Santa Fe, New Mexico 87501

For the Applicant:

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I N D E X

ERNIE BUSCH

Direct Examination by Mr. Taylor 4

E X H I B I T S

Division Exhibit One, Documents 5

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MR. STOGNER: We will go to page four now and call Case Number 8850, which is in the matter of the hearing called by the Oil Conservation Division on its own motion for an order creating and extending certain pools in Eddy and Chaves Counties, New Mexico.

We will now call for appearances.

MR. TAYLOR: May it please the Examiner, my name is Jeff Taylor, Counsel for the Oil Conservation Division, and I have one witness to be sworn.

MR. STOGNER: Are there any other appearances?

Will the witness please stand?

(Witness sworn.)

MR. STOGNER: Please continue, Mr. Taylor.

ERNIE BUSCH,  
being called as a witness and being duly sworn upon his oath, testified as follows, to-wit:

## DIRECT EXAMINATION

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3 BY MR. TAYLOR:

4 Q Will you please state your name, place of  
5 residence, and employment for the record?

6 A Ernest L. Busch with the New Mexico Oil  
7 Conservation Division, Aztec District.

8 Q Mr. Busch, have you previously testified  
9 before the Commission or its examiners before and had your  
10 credentials accepted?

11 A Yes, I have.

12 MR. TAYLOR: Mr. Examiner, I  
13 tender the witness as an expert.

14 MR. STOGNER: Mr. Busch is so  
15 qualified.

16 Q Mr. Busch, are you prepared to make  
17 recommendations to the Examiner today concerning the nomen-  
18 clature of certain pools in Eddy and Chaves Counties, New  
19 Mexico?

20 A Yes.

21 Q Are your recommendations prepared in the  
22 form of an exhibit?

23 A They are.

24 Q And how is that exhibit denominated?

25 A In paragraphs?

Q No, as 1 or A, or is it numbered?

1           A           One.

2           Q           Okay, Exhibit One?

3           A           Exhibit One.

4           Q           Would you then refer to Exhibit One and  
5 to the docket that's been prepared and handed out at the  
6 hearing this morning and point out any substantial differ-  
7 ences between the two?

8           A           Yes, there are some differences.  
9                        Paragraph (f) should be dismissed. the  
10 creation of Siecrest Draw-Wolfcamp Pool.  
11                        An addition to paragraph (j), High Lone-  
12 some-Queen Pool, add Section 18, the east half of the south-  
13 east quarter.

14          Q           Are there any other corrections or chan-  
15 ges?

16          A           No, that's it.

17          Q           Do you have anything further to add to  
18 your testimony here?

19          A           No, I don't.

20          Q           Was, what was it, Exhibit One prepared by  
21 you or under --

22          A           This is Exhibit One.

23          Q           -- your supervision and control?

24          A           Yes.

25                        MR. TAYLOR: Mr. Examiner, I'd

1 like to move the admission of Exhibit One and that's all we  
2 have in this case.

3 MR. STOGNER: Exhibit One will  
4 be admitted into evidence at this time.

5 Is there anything further in  
6 Case Number 8850?

7 If not, this case will be taken  
8 under advisement.

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10 (Hearing concluded.)

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C E R T I F I C A T E

I, SALLY W. BOYD, C.S.R., DO HEREBY CERTIFY the foregoing Transcript of Hearing before the Oil Conservation Division (Commission) was reported by me; that the said transcript is a full, true, and correct record of the hearing, prepared by me to the best of my ability.

Sally W. Boyd CSR

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 8850 heard by me on 5 March 1986.

Michael R. Stegner, Examiner  
Oil Conservation Division