

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 YATES PETROLEUM)
CORPORATION FOR APPROVAL OF A UNIT)
AGREEMENT, LEA COUNTY, NEW MEXICO)

CASE NO. 13,331

ORIGINAL

TCN
9/2/04

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

BEFORE: WILLIAM V. JONES, JR., Hearing Examiner

September 2nd, 2004
Santa Fe, New Mexico

2004 SEP 16 PM 12:57

This matter came on for hearing before the New Mexico Oil Conservation Division, WILLIAM V. JONES, JR., Hearing Examiner, on Thursday, September 2nd, 2004, at the New Mexico Energy, Minerals and Natural Resources Department, 1220 South Saint Francis Drive, Room 102, 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 2nd, 2004
 Examiner Hearing
 CASE NO. 13,331

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E X H I B I T S

Applicant's	Identified	Admitted
Exhibit 1	-	4

* * *

A P P E A R A N C E S

FOR THE DIVISION:

GAIL MacQUESTEN
 Deputy General Counsel
 Energy, Minerals and Natural Resources Department
 1220 South St. Francis Drive
 Santa Fe, New Mexico 87505

FOR THE APPLICANT:

HOLLAND & HART, L.L.P., and CAMPBELL & CARR
 110 N. Guadalupe, Suite 1
 P.O. Box 2208
 Santa Fe, New Mexico 87504-2208
 By: MICHAEL H. FELDEWERT

* * *

1 WHEREUPON, the following proceedings were had at
2 9:00 a.m.:

3 EXAMINER JONES: Now let's call Case 13,331,
4 Application of Yates Petroleum Corporation for approval of
5 a unit agreement, Lea County, New Mexico.

6 Call for appearances.

7 MR. FELDEWERT: May it please the Examiner,
8 Michael Feldewert with the Santa Fe office of the law firm
9 of Holland and Hart, on behalf of the Applicant Yates
10 Petroleum Corporation. I have no witnesses, as we are
11 presenting this case by affidavit.

12 EXAMINER JONES: Any other appearances?

13 Okay, I just had a few questions. The target
14 here is obviously a common target over two sections of
15 land, and that looks like to be -- without me -- Atoka-
16 Morrow. Okay.

17 And the State Land Office letter of preliminary
18 approval --

19 MR. FELDEWERT: The Attachment D.

20 EXAMINER JONES: Okay. And the percent approval
21 that you've already gotten, you say it's sufficient?

22 MR. FELDEWERT: Yes, we have a hundred percent of
23 the working interest owners, which is comprised of Yates
24 and its affiliated companies.

25 EXAMINER JONES: Okay, that's all my questions.

1 I have no more questions.

2 With that --

3 MR. FELDEWERT: I think for the record I need to
4 move the admission into evidence of Yates Exhibit Number 1,
5 which is the affidavit of John Amiet.

6 EXAMINER JONES: Okay, Exhibit 1 will be admitted
7 into evidence, and let's take Case 13,331 under advisement.

8 (Thereupon, these proceedings were concluded at
9 9:02 a.m.)

10 * * *

11
12
13 I do hereby certify that the foregoing is
14 a complete record of the proceedings in
the Examiner hearing of Case No. _____
heard by me on _____

15 _____, Examiner
16 Oil 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 September 3rd, 2004.



STEVEN T. BRENNER
 CCR No. 7

My commission expires: October 16th, 2006