

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 CHI ENERGY, INC., FOR)
COMPULSORY POOLING, EDDY COUNTY,)
NEW MEXICO)

CASE NO. 13,380

ORIGINAL

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

BEFORE: DAVID R. CATANACH, Hearing Examiner

January 6th, 2005

Santa Fe, New Mexico

2005 JAN 20 PM 8 11

This matter came on for hearing before the New Mexico Oil Conservation Division, DAVID R. CATANACH, Hearing Examiner, on Thursday, January 6th, 2005, 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

January 6th, 2005
 Examiner Hearing
 CASE NO. 13,380

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E X H I B I T S

Applicant's	Identified	Admitted
Exhibit 1	4	4
Exhibit 13	4	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:

JAMES G. BRUCE
 Attorney at Law
 P.O. Box 1056
 Santa Fe, New Mexico 87504

* * *

1 WHEREUPON, the following proceedings were had at
2 9:55 a.m.:

3 EXAMINER CATANACH: Call Case 13,380, the
4 Application of Chi Energy, Inc., for compulsory pooling,
5 Eddy County, New Mexico.

6 Call for appearances.

7 MR. BRUCE: Mr. Examiner, Jim Bruce of Santa Fe,
8 representing the Applicant. Again, I have a brief
9 statement.

10 EXAMINER CATANACH: Call for additional
11 appearances. No additional appearances.

12 Mr. Bruce, you may proceed.

13 MR. BRUCE: Mr. Examiner, this case has already
14 been heard and the evidence presented. The original
15 Application did not note that this well was a re-entry, and
16 so the case was advertised to reflect that this was a re-
17 entry, and also the well name -- the well had been renamed,
18 so the correct new well name was put in the advertisement.

19 The interest owners have been re-notified of the
20 application, both by certified mail and by publication. In
21 the first go-around, the two interest owners -- there were
22 two interest owners being pooled. They own about a percent
23 or two percent of the well.

24 The certified mailings came back. This time one
25 of the interest owners actually did sign his certified

1 mail, Lee Roy Lujan. And then there's another interest
2 owner, Eulalio Medrano, who did not receive his mail. Both
3 of them have been given notice, not only by certified mail
4 but by the affidavit of publication.

5 And submitted to you are the affidavit of notice
6 by mailing and then the notice of publication, and I'd ask
7 that those two exhibits be admitted into the record.

8 EXAMINER CATANACH: Exhibit Number 1 and Exhibit
9 Number 13 will be admitted as evidence in this case.

10 And there being nothing further, Case 13,380 will
11 be taken under advisement.

12 (Thereupon, these proceedings were concluded at
13 9:56 a.m.)

14 * * *

15
16
17 I do hereby certify that the foregoing is
18 a complete record of the proceedings in
19 the Examiner hearing of Case No. 13380.
20 heard by me on January 6, 2005
21 David R. Catanach, Examiner
22 Oil Conservation Division
23
24
25

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 January 8th, 2005.



STEVEN T. BRENNER
CCR No. 7

My commission expires: October 16th, 2006