

STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT  
OIL CONSERVATION COMMISSION

CASE NOS. 13,274, *de novo*, and 13,531 (Continued)

CONTINUED CASES  
TRANSCRIPT OF PROCEEDINGS

BEFORE: MARK E. FESMIRE, CHAIRMAN  
JAMI BAILEY, COMMISSIONER  
WILLIAM C. OLSON, COMMISSIONER

September 21st, 2006

Santa Fe, New Mexico

2006 OCT 5 PM 3 15

These matters were continued to future hearing dates by MARK E. FESMIRE, Chairman, New Mexico Oil Conservation Commission, on Thursday, September 21st, 2006, 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 21st, 2006  
Commission Hearing  
Continued Cases

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

FOR THE COMMISSION:

CHERYL BADA  
Assistant General Counsel  
Energy, Minerals and Natural Resources Department  
1220 South St. Francis Drive  
Santa Fe, New Mexico 87505

\* \* \*



1           CHAIRMAN FESMIRE: The first matter before the  
2 Commission today is the adoption of the minutes of the  
3 April 20th, 2006, meeting -- I'm sorry, August 10th, 2006.  
4 I'm going to ask if the Commissioners have had a chance to  
5 review the minutes.

6           COMMISSIONER BAILEY: Yes, I have, and I move  
7 that we adopt them.

8           COMMISSIONER OLSON: Second.

9           CHAIRMAN FESMIRE: Okay, all those in favor?

10          COMMISSIONER BAILEY: Aye.

11          COMMISSIONER OLSON: Aye.

12          CHAIRMAN FESMIRE: Let the record reflect that  
13 the minutes of the August 10th, 2006, meeting of the New  
14 Mexico Oil Conservation Commission have been unanimously  
15 adopted by the Commission. They've been signed by the  
16 Chairman of the Commission and conveyed to the Commission  
17 Secretary for recording.

18   \* \* \*

19          CHAIRMAN FESMIRE: The next item before the  
20 Commission is Case Number 13,274. It's the Application of  
21 Arch Petroleum, Inc., for approval of two nonstandard gas  
22 spacing and proration units in the Jalmat Gas Pool in Lea  
23 County, New Mexico. The record will reflect that at the  
24 request of counsel, this case will be continued to October  
25 19th at the regularly scheduled Commission meeting.

1           The next case before the Commission is Cause  
2           Number 13,531, continued from the August 10th, 2006,  
3           Commission meeting. This case is the Application of Yates  
4           Petroleum Corporation for an order directing Pride Energy  
5           to reimburse Yates for the well costs incurred by Yates in  
6           its attempt to re-enter the State "X" Well Number 1,  
7           located in Section 12, Township 12 South, Range 34 East,  
8           prior to the time that Pride Energy assumed operations of  
9           the well and, (2) directing Pride Energy Company to account  
10          for an pay all sums it is now improperly holding pursuant  
11          to expired orders of the Division and Commission, and (3)  
12          requiring Pride Energy to plug and abandon the State "X"  
13          Well Number 1 in Lea County, New Mexico.

14                 The record will reflect that again this case will  
15          be continued to the October 19th, 2006, regularly scheduled  
16          meeting.

17                 (Thereupon, these proceedings were concluded at  
18          9:03 a.m.)

19                                 \* \* \*

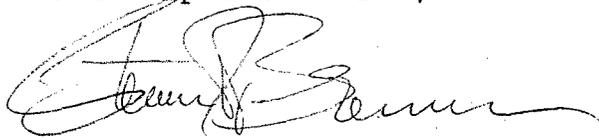
CERTIFICATE OF REPORTER

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 Commission 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 22nd, 2006.



STEVEN T. BRENNER  
CCR No. 7

My commission expires: October 16th, 2006