

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

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TRANSCRIPT OF PROCEEDINGS

Tuesday, January 22, 2008  
9:00 a.m.

New Mexico Energy, Minerals and  
Natural Resources Department  
Porter Hall  
1220 South St. Francis Drive  
Santa Fe, New Mexico

REPORTED BY: CHERYL ARREGUIN, RPR, CCR No. 21  
Kathy Townsend Court Reporters  
110 Twelfth Street, Northwest  
Albuquerque, New Mexico 87102

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110 Twelfth Street, Northwest, Albuquerque, New Mexico 87102

(505) 243-5018 - Fax (505) 243-3606

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

For the Oil Conservation Commission:

MARK FESMIRE, Chairman  
JAMI BAILEY

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

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1 MR. FESMIRE: At this time, we're going to  
2 call the January 22nd regularly scheduled New Mexico Oil  
3 Conservation Commission meeting to order.

4 Let the record reflect that Commissioners  
5 Bailey and Fesmire are present, Commissioner Olson is  
6 not present; however, two members of the Commission are  
7 a quorum, and we are authorized by law to go ahead and  
8 conduct business as the Commission this morning.

9 The first case on the docket is Case Number  
10 13870, the application of Quest Cherokee, LLC, for  
11 approval of an application for a permit to drill in Lea  
12 County, New Mexico.

13 This case will be continued to the March 13th,  
14 2008, regularly scheduled Commission meeting.

15 The next case is Case Number 13962. It is the  
16 application by Gandy Corporation for authorization to  
17 inject.

18 This case also will be continued to the  
19 March 13th, 2008, regularly scheduled Commission  
20 meeting.

21 The next case on the docket is Case Number  
22 13812. This case is the application of Coleman Oil &  
23 Gas, Inc., for an amendment of Administrative Order  
24 SWD-806-B, in San Juan County, New Mexico.

25 This case also will be continued to the

1 March 13, 2008, regularly scheduled Commission docket.

2 The next case is Case Number 13945.

3 This case will be continued to the March 13th,  
4 2008, Commission meeting.

5 It's the application of Occidental Permian,  
6 Ltd., for cancellation of a drilling permit, for a  
7 determination of the right to drill and approval of a  
8 drilling permit, in Lea County, New Mexico.

9 The next case is Case Number 13912, the  
10 application of EOG Resources, Inc., for compulsory  
11 pooling, in Lea County, New Mexico.

12 This case is also continued to the March 13th,  
13 2008, Commission meeting.

14 And the last case scheduled today is Case  
15 Number 14000. This is the application of Harvey E.  
16 Yates Company for expansion of a unit area, in Otero  
17 County, New Mexico.

18 And this case will be continued to the  
19 March 13th, 2008, regularly scheduled Commission  
20 meeting.

21 Also before the Commission today is the  
22 reading of the minutes of the last regular -- the  
23 October 22nd, 2007, Commission meeting -- excuse me --  
24 of the --

25 MS. BADA: December 6th.

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1 MR. FESMIRE: -- December 6th, 2007,  
2 Commission meeting.

3 The minutes have been prepared and presented  
4 to the Commission by the Commission secretary.

5 Commissioner Olson -- Commissioner Bailey,  
6 have you had a chance to review the minutes as  
7 presented?

8 MS. BAILEY: Yes, I have, and I move that we  
9 adopt them.

10 MR. FESMIRE: I will second that.

11 All those in favor signify by saying aye.

12 MS. BAILEY: Aye.

13 MR. FESMIRE: Aye.

14 Let the record reflect that the Commission  
15 adopted the minutes as presented, that they will be  
16 signed by the Chairman and transmitted to the secretary.

17 The next order of business before the  
18 Commission is the adoption of a resolution establishing  
19 the procedures for giving notice of meetings of the New  
20 Mexico Oil Conservation Commission.

21 Commissioner Bailey, have you had a chance to  
22 review this resolution?

23 MS. BAILEY: Yes, I have, and I move that we  
24 adopt it.

25 MR. FESMIRE: I, too, have reviewed the

1 resolution and will second that motion.

2 All those in favor signify by saying aye.

3 MS. BAILEY: Aye.

4 MR. FESMIRE: Aye.

5 Let the record reflect that the resolution was  
6 adopted by both members of the Commission present, who  
7 will sign it and transmit it to the secretary for  
8 recording.

9 MS. BADA: Okay. This meeting is to make up  
10 for how long March is going to be, right?

11 MR. FESMIRE: Let the record reflect that the  
12 resolution was signed and transmitted by both members of  
13 the Commission present and transmitted to the secretary.

14 Is there any other evidence before the  
15 Commission this morning -- any other business before the  
16 Commission this morning?

17 MS. BAILEY: No.

18 MR. FESMIRE: Is there a motion for  
19 adjournment?

20 MS. BAILEY: I move that we adjourn.

21 MR. FESMIRE: All those in favor signify by  
22 saying aye.

23 MS. BAILEY: Aye.

24 MR. FESMIRE: Aye.

25 Let the record reflect that the motion passed,

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1 and we are adjourned at 9:05 a.m.

2 (Proceedings adjourned at 9:06 a.m.)

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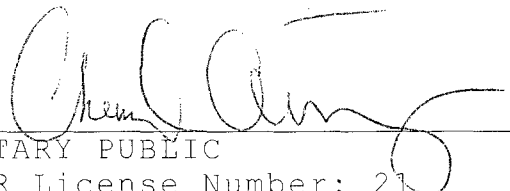
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1 STATE OF NEW MEXICO )  
2 ) ss.  
3 COUNTY OF BERNALILLO )  
4  
5

6 I, CHERYL ARREGUIN, the officer before whom the  
7 foregoing proceedings was taken, do hereby certify that  
8 I personally recorded the proceedings by machine  
9 shorthand; that said transcript is a true record of the  
10 proceedings; that I am neither attorney nor counsel for,  
11 nor related to or employed by any of the parties to the  
12 action in which this proceeding is taken, and that I am  
13 not a relative or employee of any attorney or counsel  
14 employed by the parties hereto or financially interested  
15 in the action.

16  
17   
18 NOTARY PUBLIC  
19 CCR License Number: 21  
20 Expires: 12/31/08

21 My Commission Expires: 12/12/11  
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