

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

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IN THE MATTER OF THE HEARING CALLED BY )  
THE OIL CONSERVATION DIVISION FOR THE )  
PURPOSE OF CONSIDERING: )

Oil Conservation Division

APPLICATION OF ARCH PETROLEUM, INC., )  
FOR APPROVAL OF LEASE COMMINGLING, )  
LEA COUNTY, NEW MEXICO )

CASE NOS. 13,150

APPLICATION OF ARCH PETROLEUM, INC., )  
FOR APPROVAL OF LEASE COMMINGLING, )  
LEA COUNTY, NEW MEXICO )

and 13,151

(Consolidated)

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

ORIGINAL

BEFORE: MICHAEL E. STOGNER, Hearing Examiner

October 23rd, 2003

Santa Fe, New Mexico

This matter came on for hearing before the New Mexico Oil Conservation Division, MICHAEL E. STOGNER, Hearing Examiner, on Thursday, October 23rd, 2003, 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.

\* \* \*

I N D E X

October 23rd, 2003  
Examiner Hearing  
CASE NOS. 13,150 and 13,151 (Consolidated)

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REPORTER'S CERTIFICATE	5

\* \* \*

E X H I B I T S

Applicant's	Identified	Admitted
Exhibit A	4	-
Exhibit B	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   8:21 a.m.:

3           EXAMINER STOGNER: At this time I shall call Case  
4   Number 13,150, which is the Application of Arch Petroleum,  
5   Inc., for approval of lease commingling, Lea County, New  
6   Mexico.

7           MR. BRUCE: Mr. Examiner, Jim Bruce of Santa Fe  
8   on behalf of the Applicant, and I'd ask that it be  
9   consolidated with Case 13,151.

10          EXAMINER STOGNER: Are there any objections to  
11   consolidating Case 13,150 and 13,151?

12          At this time I'll also call Case 13,151, which is  
13   also the Application of Arch Petroleum, Inc., for approval  
14   of lease commingling, Lea County, New Mexico.

15          Jim Bruce has entered an appearance. Are there  
16   any other appearances in this matter?

17          Mr. Bruce?

18          MR. BRUCE: Mr. Examiner, these cases were  
19   actually heard four weeks ago and a presentation was made.  
20   Two witnesses were presented. Mr. Jones heard the case.

21          There was an amendment to the Application to  
22   allow additional wells to be added to the tank batteries  
23   without further hearing, which was included in the amended  
24   Application filed after the last hearing. Notice was given  
25   to everyone involved. There has been no objection by any

1 of the parties, and today I'm simply here to submit what  
2 I've given you as Exhibit A, which was the notice affidavit  
3 for the original Applications.

4 At the time, I was moving my office and I could  
5 not locate the notice materials, so Exhibit A contains the  
6 notice letter and return receipts from the original  
7 Applications, and Exhibit B contains the notice materials  
8 from the amended Applications. Notice has been given under  
9 the Division Rules. We have received no objections from  
10 any party as to either mailing and we'd simply ask that the  
11 matter be taken under advisement.

12 EXAMINER STOGNER: If there's nothing further in  
13 Cases 13,150 and 13,151, then these cases will be taken  
14 under advisement at this time.

15 (Thereupon, these proceedings were concluded at  
16 8:26 a.m.)

17 \* \* \*

18  
19 I do hereby certify that the foregoing is  
20 a complete record of the proceedings in  
21 the Examiner hearing of Case Nos. 1315,  
22 heard by me on 27 October 2003.  
23  
24  
25  
Oil Conservation Division, Examiner

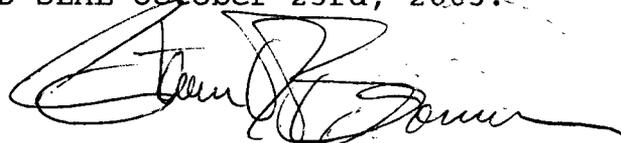
## CERTIFICATE OF REPORTER

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 October 23rd, 2003.



STEVEN T. BRENNER  
 CCR No. 7

My commission expires: October 16th, 2006