

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION  
STATE LAND OFFICE BLDG.  
SANTA FE, NEW MEXICO  
25 May 1983

EXAMINER HEARING

IN THE MATTER OF:

Application of Cabana Oil Corporation                   CASE  
for an amendment of Division Order No.               7888  
R-7220, Lea County, New Mexico.

BEFORE:       Richard L. Stamets, Examiner

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Oil Conservation                   W. Perry Pearce, Esq.  
Division:                                   Legal Counsel to the Division  
  State Land Office Bldg.  
  Santa Fe, New Mexico 87501

For the Applicant:                       William F. Carr, Esq.  
  CAMPBELL, BYRD, & BLACK P.A.  
  Jefferson Place  
  Santa Fe, New Mexico 87501

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2 MR. STAMETS: We'll call next Case 7388.

3 MR. PEARCE: That case is on the appli-  
4 cation of Cabana Oil Corporation for an amendment to Division  
5 Order No. R-7220, Lea County, New Mexico.

6 MR. CARR: May it please the Examiner,  
7 my name is William F. Carr, with the law firm Campbell, Byrd,  
8 and Black, Santa Fe, appearing on behalf of Cabana Oil Cor-  
9 poration.

10 As the Examiner is aware, this case was  
11 originally heard of February 2nd, 1983, and at that time  
12 Cabana came forward and was seeking a nonstandard proration  
13 unit and an unorthodox location for a well to be drilled to  
14 the Abo formation.

15 That application was granted by Order  
16 R-7220 on February 21, 1983.

17 The well was drilled. It was not com-  
18 pleted in the Abo but was completed in the Yeso formation.

19 We therefor have had to come back to  
20 the Commission and request that the order originally entered  
21 in Case 7758 be amended to provide for the nonstandard unit  
22 and the unorthodox location in the Yeso.

23 The testimony we would present today  
24 would be identical to the testimony presented at the previous  
25 case, with the exception of the -- that we've obviously

1  
2 seeking now a Yeso well and previously were seeking a well  
3 in the Abo.

4 I therefor would request that the test-  
5 imony from the previous case be incorporated into this re-  
6 cord by reference, and there being no one here in opposition,  
7 that would then conclude our presentation in this matter, and  
8 we would request an order approving both the nonstandard unit  
9 and the unorthodox location in the Yeso formation.

10 MR. STAMETS: We will incorporate that  
11 earlier record in Case Number 7758 in this case today.

12 Then, if there is nothing further,  
13 this case will be taken under advisement.

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15 (Hearing concluded.)  
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C E R T I F I C A T E

I, SALLY W. BOYD, C.S.R., DO HEREBY CERTIFY that the foregoing Transcript of Hearing before the Oil Conservation Division was reported by me; that the said transcript is a full, true, and correct record of the hearing, prepared by me to the best of my ability.

Sally W. Boyd CSR

SALLY W. BOYD, C.S.R.  
Rt. 193-B  
Santa Fe, New Mexico 87501  
Phone (505) 433-7409

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 7888 heard by me on 5-25-1983.  
Richard L. [Signature]  
Oil Conservation Division