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 TRILOGY OPERATING, INC., FOR COMPULSORY POOLING, LEA COUNTY, NEW MEXICO CASE NO. 13,063

ORIGINAL

MAY 8 2003

Oil Conservation Division

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

BEFORE: DAVID K. BROOKS, JR., Hearing Examiner RECEIVED

May 8th, 2003

Santa Fe, New Mexico

This matter came on for hearing before the New Mexico Oil Conservation Division, DAVID K. BROOKS, JR., Hearing Examiner, on Thursday, May 8th, 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.

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STEVEN T. BRENNER, CCR (505) 989-9317 1

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REPORTER'S CERTIFICATE

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EXHIBITS

Applicant's		Identified	Admitted
	khibit 1	3	4
	Khibit B	4	4

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APPEARANCES

FOR THE APPLICANT:

MONTGOMERY & ANDREWS, P.A. Attorneys at Law 325 Paseo de Peralta P.O. Box 2307 Santa Fe, New Mexico 87504-2307 By: PAUL R. OWEN

ALSO PRESENT:

WILLIAM V. JONES, JR. Petroleum Engineer New Mexico Oil Conservation Division 1220 South Saint Francis Drive Santa Fe, NM 87505

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STEVEN T. BRENNER, CCR (505) 989-9317

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WHEREUPON, the following proceedings were had at 1 2 8:17 a.m.: EXAMINER BROOKS: Okay, at this time we'll call 3 Case Number 13,063, Application of Trilogy Operating, Inc., 4 for compulsory pooling, Lea County, New Mexico. 5 6 Call for appearances. 7 MR. OWEN: Paul R. Owen of the Santa Fe law firm of Montgomery and Andrews, appearing on behalf of Trilogy 8 Operating, Inc. 9 10 EXAMINER BROOKS: There don't appear to be any 11 other appearances, so you may proceed. MR. OWEN: Mr. Examiner, Trilogy Operating, Inc., 12 seeks compulsory pooling of all mineral interests for all 13 formations and/or pools developed on 40-acre spacing from 14 the surface to the base of the Abo formation under the 15 16 southeast quarter, northeast quarter, of Section 24, 17 Township 19 South, Range 38 East. 18 All of the information required by New Mexico Oil 19 Conservation Division Rule 1207.A.(1).(b) has been supplied to the Division in the form of an exhibit which was 20 21 attached to the Application. I hereby move for the admission of that information as Exhibit 1 to this hearing. 22 23 In addition, Mr. Examiner, the notice required by the Division Rules has been provided, and that notice is 24 attached to an affidavit from myself, which I have 25

> STEVEN T. BRENNER, CCR (505) 989-9317

submitted and have hereby moved for admission as Exhibit B 1 to this hearing. 2 That's all the evidence that I have, and I 3 request that an order be entered pooling the subject 4 5 acreage. 6 EXAMINER BROOKS: Okay, the exhibits are 7 admitted. If there's nothing further, then Case Number 13,063 will be taken under advisement. 8 (Thereupon, these proceedings were concluded at 9 8:18 a.m.) 10 11 * * 12 13 14 15 16 I do hareby ountry shall she formation a 17 a can be the the set of the prove the prove The later is a construction of the later of 18 Reard by million ______ 19 Oll Conservation Division 20 Real Real Production of the second se 21 22 23 24 25

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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 May 8th, 2003.

STEVEN T. BRENNER. CCR No. 7

My commission expires: October 16th, 2006

STEVEN T. BRENNER, CCR (505) 989-9317

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