

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 YATES PETROLEUM)
CORPORATION AND HANLEY PETROLEUM, INC.,)
FOR ALLOWABLE REDUCTION AND THE ESCROW)
OF PRODUCTION PROCEEDS, LEA COUNTY,)
NEW MEXICO)

CASE NO. 12,086

APPLICATION OF ENERGEN RESOURCES)
CORPORATION FOR ALLOWABLE REDUCTION)
AND THE ESCROW OF PRODUCTION PROCEEDS,)
LEA COUNTY, NEW MEXICO)

CASE NO. 12,086

ORIGINAL

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

BEFORE: MICHAEL E. STOGNER, Hearing Examiner

April 6th, 2000

Santa Fe, New Mexico

This matter came on for hearing before the New Mexico Oil Conservation Division, MICHAEL E. STOGNER, Hearing Examiner, on Thursday, April 6th, 2000, at the New Mexico Energy, Minerals and Natural Resources Department, Porter Hall, 2040 South Pacheco, Santa Fe, New Mexico, Steven T. Brenner, Certified Court Reporter No. 7 for the State of New Mexico.

* * *

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

OIL CONSERVATION DIV.
00 APR 21 AM 10:57

I N D E X

April 6th, 2000
Examiner Hearing
CASE NO. 12,086

PAGE

REPORTER'S CERTIFICATE

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* * *

A P P E A R A N C E S

FOR THE DIVISION:

LYN S. HEBERT
Attorney at Law
Legal Counsel to the Division
2040 South Pacheco
Santa Fe, New Mexico 87505

FOR THE YATES PETROLEUM CORPORATION
and HANLEY PETROLEUM, INC.:

CAMPBELL, CARR, BERGE and SHERIDAN P.A.
Suite 1 - 110 N. Guadalupe
P.O. Box 2208
Santa Fe, New Mexico 87504-2208
By: PAUL R. OWEN

* * *

1 WHEREUPON, the following proceedings were had at
2 10:23 a.m.:

3 EXAMINER STOGNER: Okay, let's go back on the
4 record. At this time I'll call the cases that are
5 described as 12,086. There are two of them on the docket.

6 MS. HEBERT: Application of Yates Petroleum
7 Corporation and Hanley Petroleum, Inc., for allowable
8 reduction and the escrow of production proceeds, Lea
9 County, New Mexico,

10 Consolidated with Application of Energen
11 Resources Corporation for allowable reduction and the
12 escrow of production proceeds, Lea County, New Mexico.

13 EXAMINER STOGNER: At this time I'll call for
14 appearances.

15 MR. CARR: Paul R. Owen of the Santa Fe law firm
16 of Campbell, Carr, Berge and Sheridan, appearing on behalf
17 of Yates Petroleum Corporation and Hanley Petroleum, Inc.

18 EXAMINER STOGNER: There's been testimony on this
19 particular case, and yesterday I received a request from
20 Scott Hall, who represents -- what, Energen? I believe
21 that's right.

22 MR. OWEN: That's correct.

23 EXAMINER STOGNER: -- and several other entities
24 in this particular request, and at that time Mr. Hall
25 requested that this case be continued indefinitely.

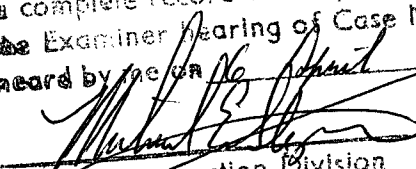
1 I'm going to deny his request for continuation of
2 an indefinite period and continue this to the August 10th
3 hearing, which is my hearing in August. And hopefully
4 between now and that time the unit agreement can be
5 ratified and this case can be disposed of.

6 MR. OWEN: Mr. Examiner, for the record, Yates
7 and Hanley concur in the continuance of 90 days to the
8 August 10th docket.

9 EXAMINER STOGNER: Thank you.

10 (Thereupon, these proceedings were concluded at
11 10:24 a.m.)

12 * * *

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14
15 I do hereby certify that the foregoing is
16 a complete record of the proceedings in
the Examiner hearing of Case No. 12086.
17 heard by me on 16 August 2000
18  Examiner
Of Conservation Division

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 April 9th, 2000.



STEVEN T. BRENNER
CCR No. 7

My commission expires: October 14, 2002