

1 received the notice, they got the notice letter, the
2 application, they're listed on Exhibit A attached to my
3 certificate. We would ask that that be introduced in the
4 record.

5 EXAMINER CATANACH: 17?

6 MR. KELLAHIN: Yes, sir.

7 EXAMINER CATANACH: Okay, Exhibit 17 will be
8 admitted as evidence.

9 MR. CARR: Mr. Catanach, Penwell fully supports
10 the effort of Nearburg to bring this matter to conclusion
11 with an Oil Conservation Division order. Substantial
12 effort has been expended by both parties. We're close to
13 being able to finally develop the acreage. There are
14 certain interests that we understand may be expiring within
15 the next several months, and we therefore would request
16 that an order be expedited as quickly as possible.

17 EXAMINER CATANACH: Mr. Kellahin, do you want to
18 take a shot at a rough order on this?

19 MR. KELLAHIN: Yes, sir.

20 EXAMINER CATANACH: Okay. There being nothing
21 further in this case, Case 11,722 will be taken under
22 advisement.

23 (Thereupon, these proceedings were concluded at
24 11:40 a.m.)

25 * * *

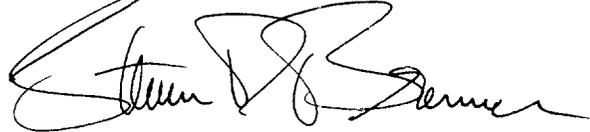
CERTIFICATE OF REPORTER

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 March 29th, 1997.



STEVEN T. BRENNER
CCR No. 7

My commission expires: October 14, 1998

I do hereby certify that the foregoing is a complete record of the proceedings in the examine hearing of Case No. 11722, heard by me on March 20 1997.

 , Examiner
Oil Conservation Division