

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: ) CASE NO. 12,917  
 )  
 APPLICATION OF SYNERGY OPERATING, LLC, )  
 FOR COMPULSORY POOLING, SAN JUAN COUNTY, )  
 NEW MEXICO )

ORIGINAL

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

BEFORE: DAVID K. BROOKS, Hearing Examiner

October 10th, 2002

Santa Fe, New Mexico

OCT 24 AM 9:41  
OIL CONSERVATION DIV

This matter came on for hearing before the New Mexico Oil Conservation Division, DAVID K. BROOKS, Hearing Examiner, on Thursday, October 10th, 2002, 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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## I N D E X

October 10th, 2002  
 Examiner Hearing  
 CASE NO. 12,917

PAGE

REPORTER'S CERTIFICATE

5

\* \* \*

## A P P E A R A N C E S

## FOR THE APPLICANT:

JAMES G. BRUCE  
 Attorney at Law  
 324 McKenzie  
 Santa Fe, New Mexico 87501  
 P.O. Box 1056  
 Santa Fe, New Mexico 87504

\* \* \*

## ALSO PRESENT:

DAVID R. CATANACH  
 Hearing Examiner  
 New Mexico Oil Conservation Division  
 1220 South Saint Francis Drive  
 Santa Fe, NM 87505

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

\* \* \*

1 WHEREUPON, the following proceedings were had at  
2 8:20 a.m.:

3 EXAMINER CATANACH: Okay, we'll call the hearing  
4 to order this morning for Docket Number 31-0. Call the  
5 continuances and dismissals at this time.

6 (Off the record)

7 EXAMINER BROOKS: Good morning. At this time we  
8 will call Case Number 12,917, Application of Synergy  
9 Operating, LLC, for compulsory pooling, San Juan County,  
10 New Mexico.

11 Call for appearances.

12 MR. BRUCE: Mr. Examiner, Jim Bruce of Santa Fe,  
13 representing the Applicant. I just have a short statement.

14 EXAMINER BROOKS: Any other appearances?  
15 You may proceed.

16 MR. BRUCE: Mr. Examiner, this Application was  
17 filed under Rule 1207.A.(1).(b) so that in the absence of  
18 objection the matter would be taken under advisement. This  
19 matter was originally scheduled in August, and one of the  
20 interest owners, Pure Resources, entered an appearance.

21 If I could refer you to the Application, Mr.  
22 Examiner, and Exhibit B to that Application.

23 EXAMINER BROOKS: Exhibit B?

24 MR. BRUCE: Exhibit B.

25 EXAMINER BROOKS: Okay.

1 MR. BRUCE: Over in the right-hand column are the  
2 working interest owners, one of whom is Pure Resources, and  
3 then there are also Synergy Operating and then there are a  
4 number of small interest owners.

5 Pure Resources has assigned its interest to  
6 Synergy and therefore has withdrawn its objection to the  
7 application, and we no longer seek to force pool Pure  
8 Resources. However, we do seek to force pool the remaining  
9 interest owners. I think there's about 20 of them.

10 EXAMINER BROOKS: The small working interest  
11 owners?

12 MR. BRUCE: The small working interest owners.

13 EXAMINER BROOKS: Okay.

14 MR. BRUCE: And we would ask that this case be  
15 taken under advisement. One matter is, my client has not  
16 mailed back to me the affidavit of notice, and I'd ask a  
17 few days to get that in to you.

18 EXAMINER BROOKS: Very good. Case Number 12,917  
19 will be taken under advisement subject to Mr. Bruce  
20 supplementing the record.

21 (Thereupon, these proceedings were concluded at  
22 8:23 a.m.)

23 \* \* I, ~~do~~ hereby certify that the foregoing is  
24 a complete record of the proceedings in  
the Examiner hearing of Case No. \_\_\_\_\_  
heard by me on \_\_\_\_\_ 19 \_\_\_\_\_

25 \_\_\_\_\_, Examiner

Oil 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 October 10th, 2002.



STEVEN T. BRENNER  
 CCR No. 7

My commission expires: October 14, 2002