| 1 | STATE OF NEW MEXICO |
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| 2 | ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT |
| 3 | OIL CONSERVATION DIVISION |
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| 6 | |
| 7 | EXAMINER HEARING |
| 8 | |
| 9 | IN THE MATTER OF: |
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| 11 | Application of Meridian Oil Inc. Case 9813 on behalf of El Paso Natural Gas |
| 12 | Company, for an unorthodox coal |
| 13 | gas well location, Rio Arriba County, New Mexico |
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| 16 | TRANSCRIPT OF PROCEEDINGS |
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| 18 | BEFORE: DAVID R. CATANACH, EXAMINER |
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| 20 | STATE LAND OFFICE BUILDING |
| 21 | SANTA FE, NEW MEXICO |
| 22 | November 15, 1989 |
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| T | HEARING EXAMINER: Call Case 9813. |
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| 2 | MR. STOVALL: Application of Meridian Oil |
| 3 | Inc. on behalf of El Paso Natural Gas Company for an |
| 4 | unorthodox coal well location, Rio Arriba County, New |
| 5 | Mexico. |
| 6 | Applicant requests this case be continued |
| 7 | to December 13, 1989. |
| 8 | HEARING EXAMINER: Case 9813 is hereby |
| 9 | continued to December 13. |
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| 1 | CERTIFICATE OF REPORTER |
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| 3 | STATE OF NEW MEXICO) |
| 4 | COUNTY OF SANTA FE) |
| 5 | |
| 6 | I, Deborah O'Bine, Certified Shorthand |
| 7 | Reporter and Notary Public, HEREBY CERTIFY that the |
| 8 | foregoing transcript of proceedings before the Oil |
| 9 | Conservation Division was reported by me; that I |
| 10 | caused my notes to be transcribed under my personal |
| 11 | supervision; and that the foregoing is a true and |
| 12 | accurate record of the proceedings. |
| 13 | I FURTHER CERTIFY that I am not a relative |
| 1 4 | or employee of any of the parties or attorneys |
| 15 | involved in this matter and that I have no personal |
| 16 | interest in the final disposition of this matter. |
| 17 | WITNESS MY HAND AND SEAL November 25, 1989 |
| 18 | Shoreh Buc |
| 19 | DEBORAH O'BINE CSR No. 127 |
| 20 | |
| 21 | My commission expires: August 10, 1990 |
| 22 | I do hereby certify that the foregoing is a complete record of the proceedings in |
| 23 | the Examiner hearing of Case No. 533 . |
| 2 4 | heard by me on November 15 19 88 |
| 25 | Oil Conservation Division |

| 1 | STATE OF NEW MEXICO |
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| 2 | ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT |
| 3 | OIL CONSERVATION DIVISION |
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| 5 | |
| 6 | Cases: 9712, 9713, 9828, 9838, 9799, |
| 7 | 9812, 9813, 9788, 9827, 9829 |
| 8 | |
| 9 | CONTINUATIONS AND DISMISSALS |
| 10 | FROM THE EXAMINER HEARING |
| 11 | |
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| 13 | TRANSCRIPT OF PROCEEDINGS |
| 14 | |
| 15 | BEFORE: DAVID R. CATANACH, EXAMINER |
| 16 | |
| 17 | STATE LAND OFFICE BUILDING |
| 18 | SANTA FE, NEW MEXICO |
| 19 | December 13, 1989 |
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A P P E A R A N C E S

3 FOR THE DIVISION:

ROBERT G. STOVALL
Attorney at Law
Legal Counsel to the Divison
State Land Office Building
Santa Fe, New Mexico

HEARING EXAMINER: We'll call this hearing to order this morning for Docket No. 3589. We'll run through the continuances and dismissals first this morning.

Call Case 9712.

MR. STOVALL: In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Tom L. Ingram, American Employers' Insurance Company, and other interested parties to appear to show cause why the Chappell "5" Well No. 1 in San Miguel County, New Mexico, should not be plugged and abandoned in accordance with a Division-approved plugging program.

We knew if we postponed this case long enough that that well would somehow get plugged, and so the Division moves to dismiss it at this time.

HEARING EXAMINER: Case 9712 is hereby dismissed.

* * * * *

HEARING EXAMINER: Call Case 9713.

MR. STOVALL: In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Tom L. Ingram, American Employers' Insurance Company, and all other interested parties to show cause why the Gihon "31" Well No. 1, San Miguel

County, New Mexico, should not be plugged and 1 abandoned in accordance with a Division-approved 2 plugging program. Worked for two of them. 3 Move to dismiss this case as well. HEARING OFFICER: Case 9713 is hereby 5 6 dismissed. 7 HEARING EXAMINER: Call Case 9828. 8 MR. STOVALL: Application of Bill Fenn, 9 Inc., for an amendment of Division Order No. R-8951 as 10 11 amended, Eddy County, New Mexico. Applicant requests this case be dismissed. 12 HEARING OFFICER: Case 9828 is hereby 13 dismissed. 14 15 HEARING EXAMINER: Call Case 9838. 16 MR. STOVALL: Application of Parker 17 Drilling Company for the institution of gas 18 prorationing and the adoption of Special Rules for the 19 20 Pitchfork Ranch-Atoka Gas Pool, Lea County, New Mexico. 21 22 Applicant requests this case be continued to December 27, 1989. 23 HEARING OFFICER: Case 9838 will hereby be 24 continued to the December 27th docket. 25

1 HEARING EXAMINER: Call Case 9799. 2 MR. STOVALL: The application of Bannon 3 Energy Incorporated for an unorthodox oil well 4 location, Rio Arriba County, New Mexico. 5 Applicant requests this case be dismissed. 6 7 HEARING OFFICER: Case 9799 is hereby dismissed. 8 9 HEARING EXAMINER: Call Case 9812. 10 MR. STOVALL: Application of Meridian Oil, 11 Inc., on behalf of El Paso Natural Gas Company, for an 12 unorthodox coal gas well location, Rio Arriba County, 13 New Mexico. 14 Applicant requests this case be continued 15 to December 27, 1989. 16 17 HEARING OFFICER: Case 9812 is hereby 18 continued to the December 27th docket. 19 HEARING EXAMINER: Call Case 9813. 20 MR. STOVALL: Application of Meridian Oil, 21 22 Inc., on behalf of El Paso Natural Gas Company, for an 23 unorthodox coal gas well location, Rio Arriba County, New Mexico. 24 25 Applicant requests this case be continued

to December 27. 1 HEARING OFFICER: Case 9813 is hereby 2 continued to the December 27th docket. 3 4 HEARING EXAMINER: Call Case 9788. 5 MR. STOVALL: Application of Yates 6 7 Petroleum Corporation for directional drilling and an unorthodox gas well location, Eddy County, New Mexico. 8 Applicant requests this case be dismissed. 9 HEARING OFFICER: Case 9788 is hereby 10 dismissed. 11 12 HEARING EXAMINER: Call Case 9827. 13 MR. STOVALL: Application of Exxon 14 Corporation for special casinghead gas allowable, Lea 15 County, New Mexico. 16 17 The Applicant requests this case be 18 continued to a hearing in February of 1990. Hearing date to be determined when the schedule is published. 19 20 HEARING EXAMINER: Case 9827 is hereby continued to the first hearing in February 1990. 21 22 HEARING EXAMINER: At this time we'll call 23 Case 9829. 24 25 MR. STOVALL: Application of Roberts and

Hammack, Inc., for a nonstandard oil proration unit, Lea County, New Mexico.

Mr. Examiner, this case has been previously heard and is being readvertised to correct notice deficiencies.

HEARING EXAMINER: Are there any additional appearances at this time?

MR. STOVALL: We will take this case under advisement.

HEARING EXAMINER: There being no further appearances, Case 9829 will be taken under advisement at this time.

CERTIFICATE OF REPORTER 1 2 3 STATE OF NEW MEXICO) SS. COUNTY OF SANTA FE 4 5 I, Freda Simmons, Certified Shorthand 6

Reporter and Notary Public, HEREBY CERTIFY that the foregoing transcript of proceedings before the Oil Conservation Division was reported by me; that I caused my notes to be transcribed under my personal supervision; 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 February 18, 1989.

FREDA SIMMONS

Oil Conservation Division

CUMBRE COURT REPORTING (505) 984-2244

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| 1 | STATE OF NEW MEXICO |
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| 2 | ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT |
| 3 | OIL CONSERVATION DIVISION |
| 4 | CASE 9078 |
| 5 | CASE 9846 |
| 6 | CASE 9847 |
| 7 | CASE 9812 |
| 8 | CASE 9813 |
| 9 | CASE 9850 |
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| 12 | EXAMINER HEARING |
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| L 5 | TRANSCRIPT OF PROCEEDINGS |
| 16 | |
| 17 | CONTINUED AND DISMISSED CASES |
| 18 | |
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| 20 | BEFORE: MICHAEL E. STOGNER, EXAMINER |
| 21 | |
| 2 2 | STATE LAND OFFICE BUILDING |
| 2 3 | SANTA FE, NEW MEXICO |
| 2 4 | December 27, 1989 |
| 2 5 | |
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1 HEARING EXAMINER: This hearing will come 2 I'm Michael E. Stogner, appointed Examiner to order. 3 for today's docket. Note today's date, December 27, 1989. 5 What I'll do first is call all the 6 continued and dismissed cases. So, we'll start by 7 calling Case No. 9078, which is in the matter of case 8 number 9078 being reopened pursuant to the provisions of Division Order Nos. R-8450. 9 10 This case will be continued to the 11 Examiner's hearing scheduled for January 10, 1990. 12 13 HEARING EXAMINER: Call next case, No. 14 9846, which is the application of Yates Petroleum 15 Corporation for compulsory pooling, Eddy County, New 16 Mexico. 17 At the Applicant's request, this case will be continued to the Examiner's hearing scheduled for 18 19 January 10, 1990. 20 21 HEARING EXAMINER: Call next case, No. 22 9847, which is the application of Yates Petroleum Corporation for an unorthodoxed oil well location, Lea 23

CUMBRE COURT REPORTING (505) 984-2244

At the Applicant's request, this case will

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County, New Mexico.

1 be dismissed. 2 3 HEARING EXAMINER: Over to the next page, 4 I'll call next case, No. 9812, which is the 5 application of Meridian Oil, Incorporated, on behalf 6 of El Paso Natural Gas Company, for an unorthodox coal 7 gas well location, Rio Arriba County, New Mexico. 8 At the Applicant's request, this case is 9 dismissed. 10 11 HEARING EXAMINER: Call next case, No. 12 9813, which is the application of Meridian Oil 13 Incorporated, on behalf of El Paso Natural Gas 14 Company, for an unorthodox coal gas well location, Rio 15 Arriba County, New Mexico. 16 At the Applicant's request, this case is 17 also continued to the Examiner's hearing scheduled for 18 January 10, 1990. 19 20 HEARING EXAMINER: Well, we're on the last 21 page, on page 6, Case No. 9850, which is in the matter 22 of the hearing called by the Oil Conservation Division 23 on its own motion for an order extending certain

CUMBRE COURT REPORTING (505) 984-2244

existing pools in Rio Arriba and San Juan Counties,

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New Mexico.

| 1 | CERTIFICATE OF REPORTER |
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| 3 | STATE OF NEW MEXICO) |
| 4 | COUNTY OF SANTA FE) |
| 5 | |
| 6 | I, Carla Diane Rodriguez Certified |
| 7 | Shorthand Reporter and Notary Public, HEREBY CERTIFY |
| 8 | that the foregoing transcript of proceedings before |
| 9 | the Oil Conservation Division was reported by me; that |
| 10 | I caused my notes to be transcribed under my personal |
| 11 | supervision; and that the foregoing is a true and |
| 12 | accurate record of the proceedings. |
| 13 | I FURTHER CERTIFY that I am not a relative |
| 14 | or employee of any of the parties or attorneys |
| 15 | involved in this matter and that I have no personal |
| 16 | interest in the final disposition of this matter. |
| 17 | WITNESS MY HAND AND SEAL December 29, 1989. |
| 18 | |
| 19 | CARLA DIANE RODRIGUEZ CSR No. 91 |
| 20 | CSR NO. 91 |
| 21 | My commission expires: May 25, 1991 |
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| 23 | G. Control of the control of the properties, there, the |
| 24 | the expenses in the of Lass ca. 9813. |
| 2 5 | Miles Stoppers, Examines |
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| 1 | STATE OF NEW MEXICO |
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| 2 | ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT |
| 3 | OIL CONSERVATION DIVISION |
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| 5 | EXAMINER HEARING |
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| 8 | IN THE MATTER OF: Case 9813 |
| 9 | |
| 10 | Application of Meridian Oil, Inc., on behalf of El Paso Natural Gas |
| 11 | Company, for an unorthodox coal gas well location, Rio Arriba County, |
| 12 | New Mexico. |
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| 16 | BEFORE DAVID R. CATANACH, EXAMINER |
| 17 | STATE LAND OFFICE BUILDING |
| 18 | SANTA FE, NEW MEXICO January 10, 1990 |
| 19 | Junuary 10, 1330 |
| 20 | ORIGINAL |
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| 1 | APPEARANCES |
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| 2 | FOR THE OIL CONSERVATION DIVISION: |
| 3 | ROBERT G. STOVALL, ESQ. State Land Office Building |
| 4 | Santa Fe, New Mexico 87501 |
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INDEX Page Number Appearances Dismissal Certificate of Reporter

| 1 | MR. CATANACH: Call Case 9813. |
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| 2 | MR. STOVALL: Application of Meridian Oil, |
| 3 | Inc., on behalf of El Paso Natural Gas Company for an |
| 4 | unorthodox coal gas well location, Rio Arriba County, |
| 5 | New Mexico. Applicant requests this case be dismissed |
| 6 | MR. CATANACH: Case 9813 is hereby |
| 7 | dismissed. |
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1 CERTIFICATE OF REPORTER 2 3 STATE OF NEW MEXICO SS. COUNTY OF SANTA FE 5 I, Debbie Vestal, Certified Shorthand 6 7 Reporter and Notary Public, HEREBY CERTIFY that the 8 foregoing transcript of proceedings before the Examiner 9 of the Oil Conservation Division was reported by me; that I caused my notes to be transcribed under my 10 11 personal supervision; and that the foregoing is a true 12 and accurate record of the proceedings. 13 I FURTHER CERTIFY that I am not a relative or employee of any of the parties or attorneys involved in 14 15 this matter and that I have no personal interest in the 16 final disposition of this matter. 17 WITNESS MY HAND AND SEAL February 10, 1990. 18 19 20 Debbie Vestal CSR No. 400 21 22 I do hereby certify that the foregoing is 23 a complete record of the proceedings in the Examina hearing of Case No. 983 24 heard by me on Amuan, 10 25

CUMBRE COURT REPORTING (505) 984-2244

Oil Conservation Division

. Examiner