APR 1 2004

Oil Conservation Division 1220 S. St. Francis Drive Santa Fe, NM 87505

ORIGINAL

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

RECEIVEL CONTINUED AND DISMISSED CASES

REPORTER'S TRANSCRIPT OF PROCEEDINGS

BEFORE: WILLIAM V. JONES, JR., Hearing Examiner

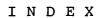
March 18th, 2004

Santa Fe, New Mexico

These matters came on for hearing before the New Mexico Oil Conservation Division, WILLIAM V. JONES, JR., Hearing Examiner, on Thursday, March 18th, 2004, 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.

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

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March 18th, 2004 Continued and Dismissed Cases

REPORTER'S CERTIFICATE

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WHEREUPON, the following proceedings were had at 1 8:18 a.m.: 2 EXAMINER JONES: Let's call the hearing to order. 3 4 This is Docket Number 08-04. This is March the 19th [sic], 2004, Examiner Hearing for the Oil Conservation. 5 First we'll call the continuances and the dismissals. 6 7 On the first page of the docket, Case 13,231 is 8 dismissed, Case 13,205 is continued to May the 13th, and Case 13,232 is continued to April the 1st. 9 And on the second page -- and let's go on the 10 third page. Third page, Case 13,236 is continued to April 11 the 1st, Case 13,217 continued to April 1st, Case 13,237 12 continued to April 15th. 13 And on the fourth page Case 13,238 is continued 14 to April the 15th. 15 16 Is there any other continuances and dismissals. MR. BRUCE: Mr. Examiner, on page 2 the case at 17 the top, Mewbourne Oil Company, 13,234, I'd request that 18 that case be continued for two weeks to April -- what is 19 20 that, April 1? 21 EXAMINER JONES: Yes. 22 MR. BRUCE: And the -- two cases down, 13,218 23 Concho Resources, I'd ask that that be continued four weeks 24 to April 15th. 25 Any other --EXAMINER JONES:

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1 MR. FELDEWERT: Mr. Examiner, that same page, Case 12,940, which is a matter that's being reopened 2 3 pursuant to Division Order R-11,856, Mr. Bruce and I were 4 recently involved in a case on those same pool rules. This week Examiner Catanach issued an order in which he 5 addressed those pool rules and made them permanent, and the 6 7 order is styled R-11,856-A. So I think we can dismiss Case 12,940, because it 8 was dealt with in the order that was issued by Examiner 9 Catanach. And I forget the case number, but the Order 10 Number was R-11,856-A, and it came out -- I think he signed 11 12 it last Friday. MR. BRUCE: It was designated -- What happened, 13 Mr. Examiner, was that Mewbourne Oil Company applied to 14 15 reopen that case a few months ago, so it was styled 12,940 Reopened. And Ms. Davidson put the case back on the docket 16 17 just because it was scheduled in her files to do so. 18 EXAMINER JONES: She put the original case back 19 on, or --20 MR. BRUCE: Yeah, correct, so I think Mr. 21 Feldewert --22 EXAMINER JONES: So we need to --23 MR. BRUCE: -- is correct --EXAMINER JONES: -- take it under advisement, 24 then, and it's already been handled, obviously, but --25

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5 Yeah, but no action needs to be --1 MR. BRUCE: EXAMINER JONES: But no -- just -- If we dismiss 2 it, well, it's -- it would be --3 MR. FELDEWERT: Probably a question here for Mr. 4 5 Brooks. EXAMINER JONES: 6 Yes. 7 MR. BROOKS: Well, I don't know anything about it, but just guessing, the pool -- just based on the style 8 9 and what it says here, do I understand that this was one 10 where temporary pool rules were adopted and the order 11 provided a certain date that it would be reopened to determine if those pool rules should be made permanent? 12 13 MR. BRUCE: That's correct. MR. BROOKS: And what you're saying is, the 14 Division has already entered an order making those pool 15 rules permanent? 16 17 MR. BRUCE: Yes. MR. FELDEWERT: Correct. 18 MR. BROOKS: Okay. Well, I don't see any reason 19 20 why it shouldn't be dismissed then. It can always be reopened again if there's some reason to. 21 22 EXAMINER JONES: Any other continuances and 23 dismissals? 24 With that, let's make a correction. When I 25 called the docket, this is actually March the 18th, and on

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6 the header of the docket it says March 19th. 1 That should 2 be March 18th. And we'll continue to April 1st Case 13,234, Case 3 12,940 is dismissed, and Case 13,218 is continued to April 4 15th. 5 6 Thank you. (Thereupon, these proceedings were concluded at 7 8 8:24 a.m.) 9 10 11 12 13 14 15 16 I do hereby certify that the foregoing is a complete record of the proceedings in 17 the Examiner hearing of Case No 18 heard by me on เมง2 19 , Examiner Oll Conservation Division 20 21 22 23 24 25 STEVEN T. BRENNER, CCR

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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 March 18th, 2004.

STEVEN T. BRENNER CCR No. 7

My commission expires: October 16th, 2006

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