

STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT  
OIL CONSERVATION DIVISION

ORIGINAL

IN THE MATTER OF THE HEARING CALLED  
BY THE OIL CONSERVATION DIVISION FOR  
THE PURPOSE OF CONSIDERING:

APPLICATION OF WILLIAMS PRODUCTION CO., Case No. 14663  
LLC, FOR AN EXCEPTION TO THE SPECIAL  
RULES AND REGULATIONS FOR THE BASIN  
MANCOS GAS POOL FOR INCREASED WELL DENSITY  
IN THE ROSA UNIT, SAN JUAN AND RIO ARriba  
COUNTIES, NEW MEXICO.

TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

BEFORE: WILLIAM V. JONES, Presiding Examiner  
DAVID K. BROOKS, Legal Examiner

August 18, 2011

Santa Fe, New Mexico

This matter came on for hearing before the  
New Mexico Oil Conservation Division, WILLIAM V. JONES,  
Presiding Examiner, and DAVID K. BROOKS, Legal Examiner,  
on Thursday, August 18, 2011, at the New Mexico Energy,  
Minerals and Natural Resources Department, 1220 South St.  
Francis Drive, Room 102, Santa Fe, New Mexico.

REPORTED BY: Jacqueline R. Lujan, CCR #91  
Paul Baca Professional Court Reporters  
500 Fourth Street, N.W., Suite 105

A P P E A R A N C E S

FOR THE APPLICANT:

HOLLAND & HART, LLP  
 OCEAN MUNDS-DRY, ESQ.  
 110 North Guadalupe, Suite 1  
 Santa Fe, New Mexico 87501  
 (505) 988-4421

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EXHIBIT 1 ADMITTED

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REPORTER'S CERTIFICATE

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1 EXAMINER JONES: Let's begin with case --  
2 I guess two cases.

3 MR. BRUCE: Mr. Examiner, if we could, I  
4 think Ms. Munds-Dry just has some notice materials.

5 EXAMINER JONES: Okay.

6 MS. MUNDS-DRY: If you don't mind, on page  
7 3, the Williams case, 14663, I just have a supplement to  
8 the notice, if I could present that.

9 EXAMINER JONES: Let's do that. We'll  
10 call Case 14663, application of Williams Production  
11 Company, LLC, for an exception to the Special Rules and  
12 Regulations for the Basin Mancos Gas Pool for increased  
13 well density in the Rosa Unit, San Juan and Rio Arriba  
14 Counties. Call for appearances.

15 MS. MUNDS-DRY: Thank you. Ocean  
16 Munds-Dry with the lawfirm of Holland & Hart, LLP,  
17 representing Williams Production Company, LLC. I just  
18 have a supplemental exhibit to submit to you.

19 EXAMINER JONES: Was Mr. Brooks the  
20 Hearing --

21 EXAMINER BROOKS: I was.

22 MS. MUNDS-DRY: Mr. Brooks was the Hearing  
23 Examiner on this one.

24 Mr. Examiner, the day before this matter was  
25 heard, we learned that there were a few parties that we

1 failed to notify of this application. So we ask that the  
2 matter be continued so we could perform that notice. And  
3 you can see here on the exhibit that we submitted that  
4 there were four parties that we notified. And we  
5 included their names and the green cards that we sent to  
6 them, showing that we gave notice of this hearing. So we  
7 would ask that this matter be admitted into evidence and  
8 that you take this matter into advisement

9 EXAMINER BROOKS: Very good. Case  
10 Number -- what are the exhibit numbers? Did you have  
11 exhibit numbers?

12 MS. MUNDS-DRY: We numbered it Exhibit 1.  
13 I have no idea if that's the right number.

14 EXAMINER BROOKS: Okay. New Exhibit 1  
15 will be -- subject to renumbering, will be admitted, and  
16 Case Number 14663 will be taken under advisement.

17 (Exhibit 1 was admitted.)

18 MS. MUNDS-DRY: Thank you, sir.

19 EXAMINER JONES: Okay. The last three  
20 cases -- would you prefer 14723?

21 MR. BRUCE: Let's do 722 and 724 together.

22 \* \* \*

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I do hereby certify that the foregoing is  
a complete record of the proceedings in  
the Examiner hearing of Case No. 14663  
heard by me on Aug 18, 2011

*David K. Brooks*, Examiner

Oil Conservation Division

**PAUL BACA PROFESSIONAL COURT REPORTERS**

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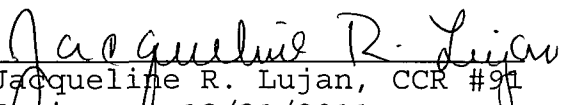
## REPORTER'S CERTIFICATE

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I, JACQUELINE R. LUJAN, New Mexico CCR #91, DO  
HEREBY CERTIFY that on August 18, 2011, proceedings in  
the above captioned case were taken before me and that I  
did report in stenographic shorthand the proceedings set  
forth herein, and the foregoing pages are a true and  
correct transcription to the best of my ability.

I FURTHER CERTIFY that I am neither employed by  
nor related to nor contracted with any of the parties or  
attorneys in this case and that I have no interest  
whatsoever in the final disposition of this case in any  
court.

WITNESS MY HAND this 30th day of August, 2011.

  
Jacqueline R. Lujan, CCR #91  
Expires: 12/31/2011