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1	STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
2	OIL CONSERVATION DIVISION
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9	REPORTER'S TRANSCRIPT OF PROCEEDINGS
10	PRE-HEARING TRANSCRIPT
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13	BEFORE: RICHARD EZEANYIM, Hearing Examiner
14	
15	February 2, 2012
16	Santa Fe, New Mexico
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18	This matter came on for hearing before the New Mexico Oil Conservation Division, RICHARD EZEANYIM,
19	Hearing Examiner, on Thursday, February 2, 2012, at the
20	New Mexico Energy, Minerals and Natural Resources Department, 1220 South St. Francis Drive, Room 102, Santa Fe, New Mexico.
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23	REPORTED BY: Jacqueline R. Lujan, CCR #91
24	Paul Baca Professional Court Reporters 500 Fourth Street, N.W., Suite 105
25	Albuquerque, NM 87103 505-843-9241

- 1 HEARING EXAMINER EZEANYIM: This hearing
- 2 will come to order. Good morning everybody. Today is
- 3 February 2nd, at approximately 8:15 in the morning.
- 4 Today we're going to consider Docket Number 4-12.
- 5 And before I start with the docket, I wanted
- to make an announcement for the record. The Division has
- 7 adopted a policy. This policy is unwritten. Anyway,
- 8 it's important, and we want to communicate it to
- 9 everybody that continuances are allowed three times only.
- 10 After the third continuance, the fourth time, the case
- 11 has to be heard or dismissed.
- So how would that happen? I have been
- 13 communicating to all of the attorneys. From this hearing
- 14 today, February 2nd, I've just drawn a line across all
- 15 the cases that have been continued. There were four that
- 16 were continued for three or four times. Those ones don't
- 17 count. I just drew a line below it.
- I will say, "First continuance, February 2nd
- 19 2012." If it's continued again, then that will be second
- 20 continuance. If it's continued again, that will be third
- 21 continuance, and that's it. Then it has to be heard in
- 22 that hearing. If it's going to be continued, then that
- 23 case will be dismissed.
- So we want to grandfather all continuances
- 25 before we start this process. We want to clean up the

- 1 docket, because a lot of them have been sitting on the
- 2 docket for years and we don't know what to do with them.
- 3 So we want to allow all the operators to decide what they
- 4 want to do.
- 5 One thing you can do is, if you want to
- 6 continue it, you can continue it for six months, that's
- 7 one continuance. You can continue it for one year,
- 8 that's one continuance. If you continue it for two
- 9 weeks, that's one continuance; one month, one continuance;
- 10 two months -- so if you think you are not going to use
- 11 that application, you can continue it for a longer time
- 12 to decide what you want to do so that it's not dismissed
- 13 after you continue it for two weeks, three weeks and so
- 14 forth. So that's how we want to see if we can clean up
- 15 our docket.
- Now, as you can see, the room is empty. The
- 17 first order of business is to continue with the
- 18 dismissals and continuances on Docket Number 4-12. We go
- 19 to page 1. On page 1, Case Number 14787 is continued to
- 20 March 1st, and that is the first continuance for this
- 21 case. Usually they have been continued for a long time.
- On page 2, Case Number 14746 is continued to
- 23 March 1st; Case Number 14671 is dismissed; Case Number
- 24 14754 is dismissed; Case Number 14779 is dismissed.
- On page 3, Case Number 14780 is dismissed;

- 1 Case Number 14686 is continued to March 1st; Case Number
- 2 14687 is continued to March 1st; Case Number 14659 is
- 3 continued to March 1st; Case Number 14767 is continued to
- 4 March 15th.
- 5 Page 4, Case Number 14768 is continued to
- 6 March 15th; Case Number 14769 is continued to March 15th;
- 7 Case Number 14770 is continued to March 15th; Case Number
- 8 14771 is continued to March 15th.
- Page 5, Case Number 14772 is continued to
- 10 March 15th; Case Number 14781 is continued to March 15th;
- 11 Case Number 14791 is continued to March 15th; Case Number
- 12 14792 is continued to March 15th; Case Number 14793 is
- 13 continued to March 15th.
- 14 Page 6, Case Number 14794 is continued to
- 15 March 15th; Case Number 14795 is continued to March 15th;
- 16 Case Number 14629 is dismissed.
- 17 Are there any other continuances or dismissals
- 18 at this time?
- 19 MR. FELDEWERT: Mr. Examiner, Michael
- 20 Feldewert, with Holland & Hart, appearing on behalf of
- 21 the applicant Caza Petroleum in Case 14789. We ask that
- 22 that case be continued for two weeks.
- HEARING EXAMINER EZEANYIM: So February
- 24 16th?
- MR. FELDEWERT: I believe that's the next