| | Page 1 |
|---------|--|
| 1 | STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT |
| 2 | OIL CONSERVATION DIVISION |
| 3 | |
| 4 | ORIGINAL |
| - 5 | ONIONAL |
| 6 | |
| 7 | |
| 8 | |
| 9 | REPORTER'S TRANSCRIPT OF PROCEEDINGS |
| 10 | |
| 11 | PRE-HEARING TRANSCRIPT |
| 12 | |
| 13 | BEFORE: DAVID K. BROOKS, Legal Examiner RICHARD EZEANYIM, Technical Examiner |
| 14 | |
| 15 | September 15, 2011 |
| 16 | Santa Fe, New Mexico |
| 17 | |
| : 18 | This matter came on for hearing before the New Mexico Oil Conservation Division, RICHARD EZEANYIM, |
| 19 | Technical Examiner, DAVID K. BROOKS, Legal Examiner, on Thursday, September 15, 2011, at the New Mexico Energy, |
| 20 | Minerals and Natural Resources Department, 1220 South St. Francis Drive, Room 102, Santa Fe, New Mexico. |
| 21 | |
| 22 | |
| 23 | REPORTED BY: Jacqueline R. Lujan, CCR #91 Paul Baca Professional Court Reporters |
| 24 | 500 Fourth Street, N.W., Suite 105 Albuquerque, NM 87103 505-843-9241 |
| 25 | |
| - | |

PAUL BACA PROFESSIONAL COURT REPORTERS

b177ec7f-a7d0-4700-8bbe-742f57e4d5f3

Page 2 EXAMINER BROOKS: Let's go on the record, 1 2 Docket Number 26-11, of the Oil Conservation Division. 3 The first step is to call the continuances and dismissals. 4 On the docket sheet, first page, Case Number 5 14729 is continued to September the 29th; Case Number 6 14730 is continued to September the 29th; Case Number 7 14721 -- this is on the second page. Case 14721 is 8 dismissed; Case Number 14732 is continued to September 9 the 29th; Case Number 8352 is continued to November the 10 11 10th. And the big surprise of course is on page 3, 12 that Case Number 13940, Yates versus Pride, is continued 13 again, this time to November the 10th; Case Number 14623 14 15^{-1} is continued to September the 29th; Case Number 14624 is continued to September the 29th. 16 17 On page 4, Case Number 14625 is continued to 18 September the 29th; Case Number 14626 is continued to 19 September the 29th; Case Number 14627 is continued to September the 29th; Case Number 14628 is continued to. 20 September the 29th; Case 14655 is continued to September 21 29th. 22 On page 5, Case Number 14656 is continued to 23 September 29th; and Case Number 1746239 is continued to 24 September 29th. 25

PAUL BACA PROFESSIONAL COURT REPORTERS

Page 3 1 Any additions, corrections? 2 MR. BRUCE: Mr. Examiner, on page 2, Case 14672, I filed that case and I handed it off to Ocean --3 4 EXAMINER BROOKS: Who is not here. 5 MR. BRUCE: -- but there was an email 6 yesterday, and I forget who it went to, but both she --7 and I'm getting back in this case, as a matter of fact -but both she and Mr. Padilla agreed to continue that case 8 9 for two weeks. 10 EXAMINER BROOKS: Okay. Case Number 14672, Number 8 on page 2, is continued to September 11 12 29th. And that was the only case worth mentioning that we had on the docket today. Anything else? 13 14 MR. BRUCE: No, Mr. Examiner. But that first case, that Cimarex one, it's not mine. I don't 15 know who that is. 16 17 EXAMINER BROOKS: That's Tom Kellahin's. 18 And this seems to happen a lot with him. 19 MR. BRUCE: Obviously, there's nobody 20 here. the feature man the foregoing to 21 a might record of the proceedings in 22 The Franker hearing of Case He 23 ard by me we en en en 24 -Mil Conservation Division 25

PAUL BACA PROFESSIONAL COURT REPORTERS

b177ec7f-a7d0-4700-8bbe-742f57e4d5f3

Page 4 REPORTER'S CERTIFICATE 1 2 3 I, JACQUELINE R. LUJAN, New Mexico CCR #91, DO 4 HEREBY CERTIFY that on September 15, 2011, proceedings in 5 the above captioned case were taken before me and that I 6 7 did report in stenographic shorthand the proceedings set forth herein, and the foregoing pages are a true and 8 correct transcription to the best of my ability. 9 10 I FURTHER CERTIFY that I am neither employed by 11 nor related to nor contracted with any of the parties or attorneys in this case and that I have no interest 12 whatsoever in the final disposition of this case in any 13 14 court. WITNESS MY HAND this 26th day of September, 15 16 2011. 17 18 19 20 12/31/2011 21 22 23 24

PAUL BACA PROFESSIONAL COURT REPORTERS

25