STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

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

CASE NO. 13,813

APPLICATION OF OXY USA WTP LIMITED PARTNERSHIP FOR COMPULSORY POOLING, EDDY COUNTY, NEW MEXICO

ORIGINAL

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

BEFORE: DAVID R. CATANACH, Hearing Examiner

ON JAN 18 I

January 4th, 2007

Santa Fe, New Mexico

This matter came on for hearing before the New Mexico Oil Conservation Division, DAVID R. CATANACH, Hearing Examiner, on Thursday, January 4th, 2007, 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.

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REPORTER'S CERTIFICATE

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* * *

EXHIBIT

Applicant's

Identified

Admitted

Affidavit

3

4

* * *

APPEARANCES

FOR THE DIVISION:

DAVID K. BROOKS, JR.
Assistant General Counsel
Energy, Minerals and Natural Resources Department
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

FOR THE APPLICANT:

HOLLAND & HART, L.L.P., and CAMPBELL & CARR 110 N. Guadalupe, Suite 1 P.O. Box 2208
Santa Fe, New Mexico 87504-2208
By: OCEAN MUNDS-DRY

* * *

WHEREUPON, the following proceedings were had at 8:43 a.m.:

EXAMINER CATANACH: At this time I'll call Case 13.813, which is the reopened and readvertised case of --

13,813, which is the reopened and readvertised case of -Application of OXY USA WTP Limited Partnership for
compulsory pooling, Eddy County, New Mexico.

And at this time I'll call for appearances.

MS. MUNDS-DRY: Good morning, Mr. Examiner. My name is Ocean Munds-Dry with the law firm of Holland and Hart, here representing OXY USA WTP Limited Partnership this morning, and I have no witnesses.

EXAMINER CATANACH: Okay. Are there any additional appearances in this case?

Okay, there are none so you may proceed.

MS. MUNDS-DRY: Mr. Examiner, this case was originally heard on November 9th, and before that hearing the BLM had requested of OXY that they move the well location. So after the hearing was concluded we reopened and readvertised to amend the Application, renotify and readvertise, to include that the BLM that was requested to a point 1650 feet from the south line and 1880 feet from the west line or any other standard location in the southwest quarter of this section.

And this exhibit that I have handed you, Mr. Examiner, shows that the amended Application was filed and

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sent to ConocoPhillips. It also includes a copy of the
1
    affidavit of publication showing the revised location for
2
    the well.
3
               And for Mr. Brooks' benefit, you'll notice we
4
     added the time of the hearing. I hope that you appreciate
5
    that, we did as you requested.
6
               (Laughter)
7
               MR. BROOKS: I appreciate that.
8
               MS. MUNDS-DRY: And so we simply wanted to submit
 9
     this exhibit and ask it be included in the record in this
10
11
     case.
               MR. BROOKS: I'm getting a reputation for a nit-
12
13
     picking worthy of a theologian.
               MS. MUNDS-DRY: No comment.
14
               EXAMINER CATANACH: Okay, your affidavit will be
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16
     entered as evidence in this case, Ms. Munds-Dry.
17
               And do you have anything further?
               MS. MUNDS-DRY:
                               Nothing further.
18
19
               EXAMINER CATANACH: Okay, there being nothing
     further, Case 13,813 will be taken under advisement.
20
               MS. MUNDS-DRY:
                               Thank you, Mr. Examiner.
21
               EXAMINER CATANACH:
22
                                   Thank you.
               (Thereupon, these proceedings were concluded at
23
     8:45 a.m.)
24
                                     I do hereby certify that the foregoing to
                                * * *
25
                                     heard by me on
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(505) 989-9317 CRuel (Little), Examiner

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 January 8th, 2007.

STEVEN T. BRENNER

CCR No. 7

My commission expires: October 16th, 2010