

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

RECEIVED

APR 10 2003

CONTINUED AND DISMISSED CASES

Oil Conservation Division

REPORTER'S TRANSCRIPT OF PROCEEDINGS

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

March 27th, 2003
Santa Fe, New Mexico

ORIGINAL

These matters came on for hearing before the New Mexico Oil Conservation Division, WILLIAM V. JONES, JR., Hearing Examiner, on Thursday, March 27th, 2003, 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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I N D E X

March 27th, 2003
Continued and Dismissed Cases

PAGE

REPORTER'S CERTIFICATE

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* * *

1 WHEREUPON, the following proceedings were had at
2 8:17 a.m.:

3 EXAMINER JONES: Well, good morning and welcome.
4 On behalf of Lori Wrotenbery, our Director of the Oil
5 Conservation Division, I'd like to welcome everyone to
6 Santa Fe and welcome you again to another Examiner Hearing.
7 This is Docket Number 8-03. This is the 27th of March,
8 2003, and Lori has appointed Examiners David Brooks and
9 Will Jones, myself, this morning.

10 This docket will probably last into the
11 afternoon, and we'll break for an hour and a half around
12 11:30 for lunch.

13 Is there any continuances and dismissals that I
14 haven't been notified about so far, before I call them?

15 MR. BRUCE: Mr. Examiner, on page 2 of the
16 docket, the second case down, NGX Company, I represent NGX.
17 I'd request that be continued for two weeks. I don't know
18 if I mailed one in.

19 EXAMINER JONES: Okay, let's go down through the
20 list. I'll call the dismissals and the continuances.

21 On the first page, Case 13,021 will be dismissed.

22 On the second page, Case 13,034 is continued to
23 the April 10th docket.

24 Case 13,035 is dismissed.

25 Case 13,014 is continued to April 10th.

1 On page 3, Case 13,038 continued to May 8th.

2 Page 4, Case 13,040 continued to April 24th.

3 And any other continuances or dismissals?

4 (Thereupon, these proceedings were concluded at

5 8:19 a.m.)

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15 I do hereby certify that the foregoing is
16 a complete record of the proceedings in
17 the Examiner hearing of Case No. 80-3
18 heard by me on 3/27
19 [Signature], Examiner
20 Oil Conservation Division
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25

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 April 1st, 2003.



STEVEN T. BRENNER
CCR No. 7

My commission expires: October 16th, 2006

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

CONTINUED AND DISMISSED CASES

REPORTER'S TRANSCRIPT OF PROCEEDINGS

RECEIVED

BEFORE: MICHAEL E. STOGNER, Hearing Examiner

MAY 8 2003

April 24th, 2003

Oil Conservation Division

Santa Fe, New Mexico

These matters came on for hearing before the New Mexico Oil Conservation Division, MICHAEL E. STOGNER and DAVID K. BROOKS, JR., Hearing Examiners, on Thursday, April 24th, 2003, 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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I N D E X

April 24th, 2003
Continued and Dismissed Cases

PAGE

REPORTER'S CERTIFICATE

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1 WHEREUPON, the following proceedings were had at
2 8:15 a.m.:

3 EXAMINER STOGNER: This hearing will come to
4 order. Please note today's date, Thursday, April 24th,
5 2003, Docket Number 12-03. I'm Michael Stogner, one of the
6 Hearing Examiners for today. We'll go through the
7 continuances and dismissals.

8 First page, Case Number 13,052, this is the
9 Application of Yates Petroleum Corporation for approval of
10 a unit agreement, Lea County. This case is continued to
11 May 22nd, 2003.

12 Down at the bottom of the page, Case 13,054, this
13 is the Application of Yates Petroleum Corporation for
14 compulsory pooling, Eddy County, New Mexico. This case
15 will be continued to the May 22nd, 2003.

16 ~~Page 2, bottom of the page, Case 13,040, this is~~
17 ~~the Application of David H. Arrington Oil and Gas, Inc.,~~
18 ~~for approval of a waterflood project, Lea County, New~~
19 ~~Mexico. This case will also be continued to May 22nd,~~
20 ~~2003.~~

21 Page 3, toward the bottom, Case 13,059, this is
22 the Application of Chi Energy, Inc., for compulsory
23 pooling, Eddy County, New Mexico. This case is to be
24 dismissed. Therefore Case 13,059 is hereby dismissed.

25 Down at the bottom, Case 13,060, this is the

1 Application of Mewbourne Oil Company for compulsory
2 pooling, Eddy County, New Mexico. This case will be
3 continued to May 8th, 2003.

4 Page 4, the first three cases -- this is 13,025,
5 13,026, 13,027 -- these are all Applications of the New
6 Mexico Oil Conservation Division through the Environmental
7 Bureau Chief to revoke permit for an oil treating -- or
8 three oil treating plants. All three of these cases are
9 continued to May 22nd, 2003. Again, that's 13,025, 13,026
10 and 13,027, all continued to May 22nd.

11 Down toward the bottom, Case 13,061, this is the
12 Application of the New Mexico Oil Conservation Division
13 through the Environmental Bureau Chief for an order
14 determining the responsible party or parties and ordering
15 these parties to complete and perform an abatement plan
16 pursuant to Rule 19, Lea County, New Mexico, this case will
17 be continued to May 8th.

18 Are there any other continuances or dismissals at
19 this time?

20 MR. BRUCE: Mr. Examiner, on the first page, the
21 first case, that's Mr. Kellahin's case. He's out of town
22 and I entered an appearance for Arch Petroleum in that
23 case. I believe the parties have come to terms, but Mr.
24 Kellahin isn't around. I don't know if he has mailed
25 anything to you on that.

1 EXAMINER BROOKS: I haven't seen anything.

2 MR. BRUCE: I don't object if it's to be
3 continued.

4 EXAMINER STOGNER: Well, I haven't seen anything.

5 EXAMINER BROOKS: I haven't seen anything. But
6 as you know, Mr. Bruce, I was in a meeting all afternoon.

7 MR. BRUCE: I believe the parties have worked it
8 out, but I'm hesitant to request a dismissal on Mr.
9 Kellahin's behalf.

10 EXAMINER STOGNER: That's a compulsory pooling
11 case --

12 EXAMINER BROOKS: It is.

13 EXAMINER STOGNER: -- so I'll turn it over to
14 you, Mr. Brooks.

15 EXAMINER BROOKS: Okay. Well, in deference to
16 the eminent Mr. Kellahin, in the absence of him being
17 present to make an appearance, we will continue the case.
18 I believe he's not coming back till May 10th; is that
19 correct?

20 MR. BRUCE: I believe that's correct.

21 EXAMINER BROOKS: All right, I'll continue that.
22 Case Number 13,014 will be continued to May 22nd.

23 (Off the record at 8:19 a.m.)

24 (The following proceedings had at 11:15 a.m.)

25 EXAMINER BROOKS: At this time I'll call Case

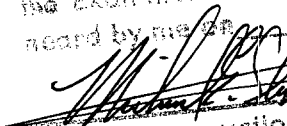
1 Number 13,006, Application of Chesapeake Operating, Inc.,
2 for compulsory pooling, Lea County, New Mexico.

3 MR. CARR: May it please the Examiner, my name is
4 William F. Carr with the Santa Fe office of Holland and
5 Hart, L.L.P. I'm appearing in association with W. Thomas
6 Kellahin of Kellahin and Kellahin, and I can advise the
7 Division that Chesapeake requests that this Application be
8 dismissed.

9 EXAMINER BROOKS: Very good, the Application in
10 Case Number 13,006 will be dismissed.

11 (Thereupon, these proceedings were concluded at
12 11:16 a.m.)

13 * * *

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16 I do hereby certify that the foregoing is
17 a complete record of the proceedings in
18 the Examiner hearing of Case No. 13040
19 heard by me on 24 April 2003.
20  Examiner
21 Oil Conservation Division
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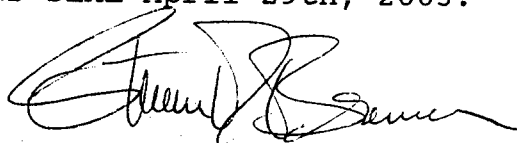
CERTIFICATE OF REPORTER

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 April 29th, 2003.



STEVEN T. BRENNER
CCR No. 7

My commission expires: October 16th, 2006

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

CONTINUED AND DISMISSED CASES

ORIGINAL

REPORTER'S TRANSCRIPT OF PROCEEDINGS

BEFORE: DAVID R. CATANACH, Hearing Examiner

May 22nd, 2003

Santa Fe, New Mexico

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JUN . 5 2003

Oil Conservation Division

These matters came on for hearing before the New Mexico Oil Conservation Division, DAVID R. CATANACH, Hearing Examiner, on Thursday, March 13th, 2003, 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

I N D E X

May 22nd, 2003
Continued and Dismissed Cases

PAGE

REPORTER'S CERTIFICATE

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* * *

1 WHEREUPON, the following proceedings were had at
2 8:15 a.m.:

3 EXAMINER CATANACH: At this time we'll call
4 Docket Number 15-03 to order, call this hearing to order,
5 and at this time I will call the continuances and
6 dismissals.

7 On page 1, Case Number 13,045 is continued to
8 June 19th.

9 Page 2, Case Number 13,054 is dismissed.

10 On page 3, Case 13,040 is continued to June 19th;
11 Case 13,075 is continued to June 5th.

12 On page 4, Case 13,076 is continued to June 5th;
13 Case 13,014 is dismissed; Case 13,977 is dismissed.

14 On page 5, Case 13,047 continued to June 5th;
15 Case 13,080 continued to June 19th; Case 12,757 continued
16 to June 19th.

17 And on page 6, Case 13,066 continued to June 19th
18 and Case 13,061 continued to June 19th.

19 That takes care of the continuances and
20 dismissals.

21 (Thereupon, these proceedings were concluded at
22 8:16 a.m.)

23 * * *

I do hereby certify that the foregoing is
a complete record of the proceedings in
the Examiner hearing of Case No. 15-03
heard by me on May 22, 2003.
David H. Catnach, Examiner
Oil Conservation Division

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 May 22nd, 2003.



STEVEN T. BRENNER
CCR No. 7

My commission expires: October 16th, 2006

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

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JUL 3 2003

Oil Conservation Division

CONTINUED AND DISMISSED CASES

ORIGINAL

REPORTER'S TRANSCRIPT OF PROCEEDINGS

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

June 19th, 2003

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, June 19th, 2003, 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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I N D E X

June 19th, 2003
Continued and Dismissed Cases

PAGE

REPORTER'S CERTIFICATE

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* * *

1 WHEREUPON, the following proceedings were had at
2 8:20 a.m.:

3 EXAMINER JONES: Okay, let's call Docket Number
4 19-03 to order this morning, on June 19th, 2003. I'd like
5 to welcome everybody on behalf of our Director, Lori
6 Wrotenbery, and hope everyone has a good time today.

7 I will start out on the record by calling the
8 continuances and the dismissals. And when I'm done, please
9 correct me or add to it.

10 Going down on page 1, we've got Case 13,085 is
11 continued to August 21st, Case 13,086 continued to July
12 10th, Case 13,087 continued to July 10th.

13 Page 2, Case 13,089 continued to July 10th, Case
14 13,090 continued to July 10, Case 13,040 continued to
15 August 7th.

16 On page 3, Case 13,038 continued to July 24, Case
17 13,092 is dismissed, Case 13,045 continued to July 10th.

18 Page 4, Case 13,093 continued to July 10, Case
19 13,071 continued to July 10, Case 13,094 continued to July
20 10.

21 Page 5, Case 13,095 continued to July 10, Case
22 13,096 continued to July 10, Case 13,050 continued to July
23 10th.

24 Page 6, we have Case 13,097 continued to August
25 7, Case 13,080 is dismissed, Case 12,757 continued to

1 August 7.

2 And on page 7 we have Case 13,066 continued to
3 August 7, and Case 13,061 is continued to a special session
4 on July 15th.

5 Is there any corrections or additions?

6 There being none, we'll start out with our first
7 case this morning.

8 (Thereupon, these proceedings were concluded at
9 8:22 a.m.)

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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. _____
heard by me on 6/19 193.

Will Jones, Examiner
Conservation Division

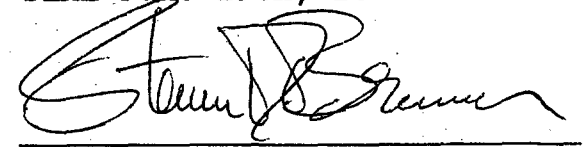
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COUNTY OF SANTA FE)

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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 June 19th, 2003.



STEVEN T. BRENNER
CCR No. 7

My commission expires: October 16th, 2006

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

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

CONTINUED AND DISMISSED CASES

REPORTER'S TRANSCRIPT OF PROCEEDINGS

BEFORE: DAVID R. CATANACH, Hearing Examiner

August 21st, 2003

Santa Fe, New Mexico

RECEIVED

SEP - 4 2003

Oil Conservation Division

These matters came on for hearing before the New Mexico Oil Conservation Division, DAVID R. CATANACH, Hearing Examiner, on Thursday, August 21st, 2003, 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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I N D E X

August 21st, 2003
Continued and Dismissed Cases

PAGE

REPORTER'S CERTIFICATE

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* * *

1 WHEREUPON, the following proceedings were had at
2 8:15 a.m.:

3 EXAMINER CATANACH: Call the hearing to order
4 this morning for Docket Number 26-03. At this time let me
5 call the continuances and dismissals.

6 On page 1, Case 13,130 is continued to September
7 18th, Case 13,118 is dismissed, Case 13,132 is continued to
8 September 18th.

9 On page 2, Case 13,133 continued to September
10 4th, Case 13,119 is dismissed, Case 13,135 continued to
11 September 18th.

12 On page 3, Case 13,136 is continued to September
13 18th.

14 On page 4, Case 13,040 continued to October 23rd,
15 Case 13,112 is continued to September 18th.

16 And on page 5, Case 13,085 is continued to
17 September 4th, Case 13,097 continued to September 18th and
18 Case 12,733-A continued to October 9th.

19 Before we start, let me take this opportunity to
20 introduce Ms. Gail MacQuesten, who is the new Division
21 attorney.

22 (Thereupon, these proceedings were concluded at
23 8:17 a.m.)

24 I do hereby certify that the foregoing is
a complete record of the proceedings in
the Examiner hearing of Case No.
heard by me on Sept 21 19263

25 David R. Catanch, Examiner

Oil Conservation Division

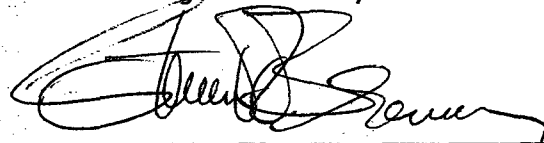
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STATE OF NEW MEXICO)
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COUNTY OF SANTA FE)

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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 August 21st, 2003.



STEVEN T. BRENNER
CCR No. 7

My commission expires: October 16th, 2006