

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. 12,157

APPLICATION OF CHI ENERGY, )  
INC., FOR COMPULSORY POOLING, )  
LEA COUNTY, NEW MEXICO )

ORIGINAL

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

BEFORE: MICHAEL E. STOGNER, Hearing Examiner

May 27th, 1999

Santa Fe, New Mexico

OIL CONSERVATION DIV.  
59 JUN -4 PM 2:52

This matter came on for hearing before the New Mexico Oil Conservation Division, MICHAEL E. STOGNER, Hearing Examiner, on Thursday, May 27th, 1999, at the New Mexico Energy, Minerals and Natural Resources Department, Porter Hall, 2040 South Pacheco, 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

May 27th, 1999  
Examiner Hearing  
CASE NO. 12,157

PAGE

REPORTER'S CERTIFICATE

5

\* \* \*

## A P P E A R A N C E S

FOR THE DIVISION:

RAND L. CARROLL  
Attorney at Law  
Legal Counsel to the Division  
2040 South Pacheco  
Santa Fe, New Mexico 87505

FOR THE APPLICANT:

CAMPBELL, CARR, BERGE and SHERIDAN, P.A.  
Suite 1 - 110 N. Guadalupe  
P.O. Box 2208  
Santa Fe, New Mexico 87504-2208  
By: WILLIAM F. CARR

\* \* \*

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

3           EXAMINER STOGNER: Okay, at this time I'll call  
4   Case Number 12,257.

5           MR. CARROLL: Application of Chi Energy, Inc.,  
6   for compulsory pooling, Lea County, New Mexico.

7           MR. CARR: May it please the Examiner, this case  
8   was presented to you at your last hearing. We would  
9   request a two-week continuance to let the notice period  
10  run.

11           We also can advise you that the parties are  
12  discussing the matter and appear to be close to an  
13  agreement, but we will advise you when and if that occurs.

14           But in the meantime, we request a continuance to  
15  June the 10th.

16           EXAMINER STOGNER: Okay. Just for the record,  
17  Mr. Carr, this case was heard on April the 15th, and it was  
18  continued to last --

19           MR. CARR: It was continued for four weeks.  
20  There was an error again in the notice that was provided.  
21  It has been provided to all parties affected, and we're  
22  just waiting for that time period to run. It will either  
23  be in a posture to be taken under advisement on June the  
24  10th, or at that time we will advise you that the parties  
25  have reached agreement.

1 EXAMINER STOGNER: Now, that case on the 15th was  
2 also heard in conjunction with Case -- what? 12,158?

3 MR. CARR: Yes, sir.

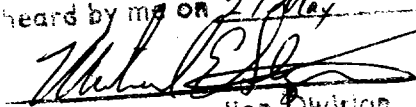
4 EXAMINER STOGNER: Is that correct.

5 MR. CARR: The Santa Fe Application.

6 EXAMINER STOGNER: Okay. Case Number 12,157 will  
7 be continued to the Hearing Examiner scheduled for June the  
8 10th.

9 (Thereupon, these proceedings were concluded at  
10 8:22 a.m.)

11 \* \* \*

12  
13  
14 I do hereby certify that the foregoing is  
15 a complete record of the proceedings in  
16 the Examiner hearing of Case No. 12157  
17 heard by me on 27 May 1999  
18  Examiner  
19 Of Conservation Division  
20  
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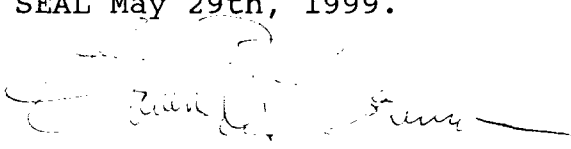
## CERTIFICATE OF REPORTER

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 May 29th, 1999.

  
\_\_\_\_\_  
STEVEN T. BRENNER  
CCR No. 7

My commission expires: October 14, 2002