

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:)
APPLICATION OF MEWBOURNE OIL COMPANY)
TO ABOLISH THE SPECIAL RULES AND)
REGULATIONS FOR THE SOUTH CARLSBAD-)
MORROW GAS POOL, EDDY COUNTY, NEW MEXICO)

CASE NO. 12,306

ORIGINAL

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

BEFORE: DAVID R. CATANACH, Hearing Examiner

December 16th, 1999

Santa Fe, New Mexico

OIL CONSERVATION DIVISION
00 JAN - 6 PM 9:48

This matter came on for hearing before the New Mexico Oil Conservation Division, DAVID R. CATANACH, Hearing Examiner, on Thursday, December 16th, 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

December 16th, 1999
 Examiner Hearing
 CASE NO. 12,306

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E X H I B I T S

Applicant's	Identified	Admitted
Exhibit 1	3	4
Exhibit 2	4	4

* * *

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 and
 SANTA FE SNYDER CORPORATION:

JAMES G. BRUCE, Attorney at Law
 3304 Camino Lisa
 Santa Fe, New Mexico 87501
 P.O. Box 1056
 Santa Fe, New Mexico 87504

* * *

1 WHEREUPON, the following proceedings were had at
2 8:57 a.m.:

3 EXAMINER CATANACH: And at this time we'll call
4 Case 12,306.

5 MR. CARROLL: Application of Mewbourne Oil
6 Company to abolish the special rules and regulations for
7 the South Carlsbad-Morrow Gas Pool, Eddy County, New
8 Mexico.

9 EXAMINER CATANACH: Call for appearances in this
10 case.

11 MR. BRUCE: Mr. Examiner, Jim Bruce of Santa Fe,
12 representing the Applicant.

13 I have no witnesses, and I would also like to
14 enter an appearance on behalf of Santa Fe Snyder
15 Corporation in this matter.

16 Mr. Examiner, this Application is to abolish the
17 special rules for the South Carlsbad-Morrow Gas Pool.
18 Exhibit 1 is a map of the current boundaries of that pool,
19 showing the operators. That pool was created some time
20 ago, and it currently contains -- or it currently has rules
21 providing for 320-acre spacing with wells to be 1980 feet
22 from the end line and 660 feet from the side line.

23 In addition, the special pool rules do not
24 provide for any infill drilling as does the current
25 statewide Rule 104.

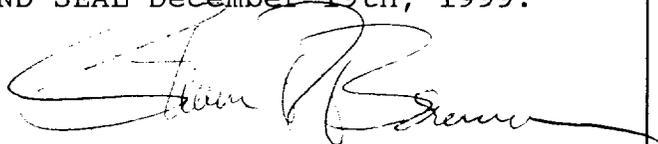
CERTIFICATE OF REPORTER

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 December 19th, 1999.



STEVEN T. BRENNER
CCR No. 7

My commission expires: October 14, 2002