

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. 12,313

APPLICATION OF DAVID H. ARRINGTON OIL)
 AND GAS, INC., FOR COMPULSORY POOLING,)
 DIRECTIONAL DRILLING OF A HORIZONTAL)
 WELL, AND A NONSTANDARD SPACING UNIT,)
 LEA COUNTY, NEW MEXICO)

ORIGINAL

REPORTER'S TRANSCRIPT OF PROCEEDINGSEXAMINER HEARING

BEFORE: DAVID R. CATANACH, Hearing Examiner

February 3rd, 2000

Santa Fe, New Mexico

00 FEB 17 AM 9:01

OIL CONSERVATION DIV.

This matter came on for hearing before the New Mexico Oil Conservation Division, DAVID R. CATANACH, Hearing Examiner, on Thursday, February 3rd, 2000, 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

February 3rd, 2000
 Examiner Hearing
 CASE NO. 12,313

PAGE

REPORTER'S CERTIFICATE

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E X H I B I T

Applicant's	Identified	Admitted
Affidavit	3	4

* * *

A P P E A R A N C E S

FOR THE DIVISION:

LYN S. HEBERT
 Legal Counsel to the Division
 Energy, Minerals and Natural Resources Department
 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 8:36 a.m.:

3 EXAMINER CATANACH: Okay, at this time we'll call
4 Case 12,313.

5 MS. HEBERT: The Application of David H.
6 Arrington Oil and Gas, Inc., for compulsory pooling,
7 directional drilling of a horizontal well, and a
8 nonstandard spacing unit, Lea County, New Mexico.

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

11 MR. CARR: May it please the Examiner, my name is
12 William F. Carr with the Santa Fe law firm Campbell, Carr,
13 Berge and Sheridan. We represent David H. Arrington Oil
14 and Gas, Inc., in this matter.

15 Mr. Examiner, as you will recall, this case was
16 presented to you six weeks ago. The case involves an
17 application to force pool a 160-acre project area for a
18 horizontal well.

19 At the time of the hearing it was determined that
20 to accomplish this objective, we would have to seek
21 approval of a 160-acre nonstandard spacing and proration
22 unit. Following the hearing, an amended Application was
23 filed. Notice has been provided to all interest owners
24 affected by this Application in accordance with OCD rules.

25 I have an affidavit confirming that notice has

1 been so provided, which I would request be included in the
2 record of this matter and that the case be taken under
3 advisement on the record made six weeks ago.

4 That's all I have in this matter.

5 EXAMINER CATANACH: Are there any additional
6 appearances or statements in this case? There being none,
7 Mr. Carr, your affidavit of notice will be admitted as
8 evidence in this case, and Case 12,313 will be taken under
9 advisement.

10 (Thereupon, these proceedings were concluded at
11 8:37 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. 12313,
heard by me on February 3 192000.
David R. 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 February 5th, 2000.



STEVEN T. BRENNER
 CCR No. 7

My commission expires: October 14, 2002