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BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
October 9, 1968

EXAMINER HEARING

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IN THE MATTER OF:)

Application of Sinclair Oil)
& Gas Company for the amend-)
ment of a unit agreement,)
Eddy County, New Mexico.)
-----)

Case No. 3886

BEFORE: Elvis A. Utz, Examiner.

TRANSCRIPT OF HEARING

MR. UTZ: Case 3886.

MR. HATCH: Case 3886, application of Sinclair Oil & Gas Company for the amendment of a unit agreement, Eddy County, New Mexico.

MR. KELLY: Booker Kelly, White, Gilbert, Koch and Kelly, on behalf of the applicant.

Mr. Examiner, this case was heard, I think, in August for approval of unit agreement in Eddy County, and at that time, there was a small interest or small percentage of fee land in the unit. Everything else was Federal. The unit, as approved and prepared, neglected to include certain supervisory requirements that the U.S.G.S. put on it so that this Commission would continue to have jurisdiction over the unit, as far as its development, to protect the fee land, and in our new application, we submitted the unit agreement which contains these changes. There's nothing substantive in the changes. In fact, the only new paragraph is a forest land stipulation which is Paragraph Number 32. Some of this is on National Forest land.

The new unit has been circulated amongst all the working interest owners. The old unit had been approved by all of them, and the new unit has not yet been signed by Frank W. Podgepen who has a 1.88 percent interest, and C.R.A., Inc., which is a .342 interest. However, they are going to

sign up. It just hasn't gotten back to us, yet. I think under the advertisement, the only thing that has to be done is just to offer the new unit agreement. I have an extra copy here if Mr. Examiner would like this to be marked or the one that's in the file.

MR. UTZ: You want two copies in the file?

MR. HATCH: If you have an extra copy, why doesn't he -- Is that an extra copy?

MR. KELLY: This is an extra one. We'll mark it Exhibit One, then, and it's an exact duplicate of the new unit agreement.

MR. HATCH: What about the name on this, is it now Sinclair Oil Corporation?

MR. KELLY: Let's see how they signed this. This shows the old signature. I don't know whether that's going to have to be --

MR. HATCH: This application was made after the effective date, wasn't it? The application for amendment?

MR. KELLY: Well, I'm not sure of the date of my letter. It was just about that time, but I don't have that. The old unit agreement shows Sinclair Oil & Gas Corporation. I hope we don't have to recirculate it.

MR. HATCH: No, that, we won't get into.

MR. UTZ: There's no more "Oil and Gas Company",

is there? It would have to be the "Oil Corporation"?

MR. KELLY: Yes. I would assume the order should be issued in the name of Sinclair Oil Corporation.

MR. UTZ: Why don't you just change it to the Dinosaur Oil Company or something like that?

MR. R. M. ANDERSON: We just changed it a few days ago. I'd hate to go through that, again.

MR. UTZ: You are just amending the unit for a certain extent? The case has already been heard?

MR. KELLY: Yes. I'd ask for the introduction of Exhibit Number One.

(Whereupon, Applicant's Exhibit Number One was marked for identification and admitted in evidence.)

MR. KELLY: And I ask that the Commission take administrative notice of the testimony that was submitted in the last change supporting the unit and that the order be issued in the name of Sinclair Oil Corporation.

MR. UTZ: I presume you'd like to incorporate the record of the last hearing, do you not?

MR. KELLY: Yes.

MR. UTZ: Will do so. We'll take it under advisement.

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Statement by Mr. Kelly

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EXHIBITMARKEDOFFERED AND
ADMITTED

Applicant's 1

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STATE OF NEW MEXICO)
) ss
 COUNTY OF BERNALILLO)

I, Charlotte J. Macias, Court Reporter in and for the County of Bernalillo, State of New Mexico, do hereby certify that the foregoing and attached Transcript of Hearing before the New Mexico Oil Conservation Commission was reported by me and that the same is a true and correct record of the said proceedings, to the best of my knowledge, skill and ability.

Charlotte Macias
 Court Reporter

I do hereby certify that the foregoing is
 a complete record of the proceedings at
 the Executive Hearing on Case No. 3886
 heard by me on Oct. 9, 1968.
Thurston J. Webb, Notary
 New Mexico Oil Conservation Commission