STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT 2 OIL CONSERVATION DIVISION 3 IN THE MATTER OF THE HEARING 5 CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING: CASE NO. 10648 APPLICATION OF SEELY OIL COMPANY 8 REPORTER'S TRANSCRIPT OF PROCEEDINGS 9 **EXAMINER HEARING** 10 BEFORE: Michael E. Stogner, Hearing Examiner 11 April 22, 1993 12 Santa Fe, New Mexico 13 14 This matter came on for hearing before the 15 16 Oil Conservation Division on April 22, 1993, at the Oil Conservation Division Conference Room, State Land 17 Office Building, 310 Old Santa Fe Trail, Santa Fe, New 18 Mexico, before Deborah O'Bine, RPR, Certified Court 19 20 Reporter No. 63, for the State of New Mexico. 21 22 23 24 OIL CONSERVATION DIVISED 25

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12	FOR THE DIVISION: ROBERT G. STOVALL, ESQ. General Counsel	
13		,
14	310 Old Santa Fe Trail	
15	Santa Fe, New Mexico 87501	
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19	BY: WILLIAM F. CARR, ESQ.	
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EXAMINER STOGNER: Call the next case, No. 10648.

MR. STOVALL: Application of Seely Oil Company for waterflood project, four unorthodox injection well locations, and the Recovered Oil Tax credit pursuant to New Mexico Enhanced Oil Recovery Act, Lea County, New Mexico.

EXAMINER STOGNER: This case was heard when, Mr. Carr?

MR. CARR: Mr. Examiner, this case was heard on March 18, 1993. As you may recall, prior to that hearing, we were in negotiations with BTA and Ray Westall concerning the boundary of this waterflood project and the corresponding unit. Agreements were reached, but it was less than 20 days prior to the March 18 hearing.

And on March the 5th, we provided notice of various unorthodox well locations to the affected offsetting operators, but at that time, at the time of the hearing on March 18, the 20-day notice period had not run. At that time you directed us to provide additional notice.

We have done that. And what I have marked as Exhibit A is my affidavit. Attached to the affidavit are copies of letters providing the exact

well location for the unorthodox locations in the The return receipts are attached. 2 And other than offering Seely Exhibit A, we 3 would request that on the record made on March 18, 4 this case be taken under advisement. 5 EXAMINER STOGNER: Mr. Stovall, anything 6 In the readvertisement of this particular 7 further? instance, were you specific on the four locations? 8 9 MR. CARR: Yes. EXAMINER STOGNER: Have you reviewed those 10 You're aware of --11 locations and they are correct? MR. CARR: We checked them, and we believe 12 they are correct. And I also asked Seely to confirm 13 the locations were correct, and they reported that 14 15 they were. EXAMINER STOGNER: Mr. Stovall? 16 MR. STOVALL: I have no questions. 17 EXAMINER STOGNER: Does anybody else have 18 any questions or anything to add? 19 I shouldn't say questions of Mr. Carr, since he is not a witness in 20 this matter. Anything further in Case No. 10648? 21 22 MR. CARR: No, Mr. Examiner, nothing further. 23 This caseheveby lerby that the foregoing is 24 **EXAMINER STOGNER:**

under advisement.

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a complete record of the proceedings in

the Examiner hearing of Case No. Varia

CERTIFICATE OF REPORTER 2 3 STATE OF NEW MEXICO) ss. COUNTY OF SANTA FE 5 I, Deborah O'Bine, Certified Shorthand 6 Reporter and Notary Public, HEREBY CERTIFY that I 7 caused my notes to be transcribed under my personal 8 9 supervision, and that the foregoing transcript is a true and accurate record of the proceedings of said 10 11 hearing. I FURTHER CERTIFY that I am not a relative 12 13 or employee of any of the parties or attorneys 14 involved in this matter and that I have no personal interest in the final disposition of this matter. 15 WITNESS MY HAND AND SEAL, May 5, 1993. 16 17 18 DEBORAH O'BINE 19 CCR No. 63 20 OFFICIAL SEAL 21 DEBORAH O'BINE 22 NOTARY PUBLIC - STATE OF NEW MEXICO 23 My Commission Expires 24

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