

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
STATE LAND OFFICE BLDG.
SANTA FE, NEW MEXICO

12 August 1987

EXAMINER HEARING

IN THE MATTER OF:

The hearing called by the Oil Con- CASE
servation Division on its own motion 9196
for an order creating the following
pool in Harding and Union Counties,
New Mexico.

BEFORE: Michael E. Stogner, Examiner

TRANSCRIPT OF HEARING

A P P E A R A N C E S

For the Division: Jeff Taylor
Attorney at Law
Legal Counsel to the Division
State Land Office Bldg.
Santa Fe, New Mexico 87501

For Amoco Production: William F. Carr
Attorney at Law
CAMPBELL & BLACK P.A.
P. O. Box 2208
Santa Fe, New Mexico 87501

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I N D E X

ROY JOHNSON

Direct Examination by Mr. Taylor 4

Cross Examination by Mr. Carr 7

E X H I B I T S

Division Exhibit One, Data 5

1
2 MR. STOGNER: Call next Case
3 Number 9196, which is in the matter of the hearing called by
4 the Oil Conservation Division on its own motion for an order
5 creating a pool in Harding and Union Counties, New Mexico.

6 We'll call for appearances.

7 MR. TAYLOR: May it please the
8 Examiner, I'm Jeff Taylor, Counsel for the Division and I
9 have one witness.

10 MR. STOGNER: Are there any
11 other appearances in this matter?

12 MR. CARR: May it please the
13 Examiner, my name is William F. Carr, with the law firm
14 Campbell & Black, P. A., of Santa Fe, appearing on behalf of
15 Amoco Production Company.

16 I do not have a witness to call
17 today.

18 MR. STOGNER: Will you have a
19 statement later, Mr. Carr?

20 MR. CARR: I don't intend to
21 make a statement.

22 MR. STOGNER: Are there any
23 other appearances in this matter?

24 There being none, Mr. Taylor,
25 you may proceed.

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(Witness sworn.)

MR. STOGNER: Mr. Taylor.

ROY JOHNSON,

being called as a witness and being duly sworn upon his
oath, testified as follows, to-wit:

DIRECT EXAMINATION

BY MR. TAYLOR:

Q Would you please state your name, by whom
you're employed and in what capacity?

A My name is Roy Johnson. I'm employed by
the New Mexico Oil Conservation Division as Senior Petroleum
Geologist.

Q And you're also, are you not, the super-
visor for District IV for the Oil Conservation Division?

A I am.

Q And does that district encompass the
lands at issue in this case today?

A It does.

Q Mr. -- you've testified before the Com-
mission or its examiners previously, have you not, and had
your credentials accepted?

1 A I have.

2 MR. TAYLOR: I tender the wit-
3 ness as an expert, Mr. Examiner.

4 MR. STOGNER: Mr. Carr, do you
5 have any objections?

6 MR. CARR: No objection.

7 MR. STOGNER: There being none,
8 Mr. Johnson is so qualified.

9 Q Mr. Johnson, are you prepared to make
10 recommendations to the Examiner today concerning the
11 nomenclature of I guess it's one pool, is it, in Harding and
12 Union Counties?

13 A I am.

14 Q Is your recommendation prepared in the
15 form of an exhibit?

16 A It is.

17 Q And how is that exhibit denominated?

18 A It is Exhibit One.

19 Q Exhibit One. Would you please refer to
20 Exhibit One and to the docket that's been prepared and
21 distributed at the hearing today and point out any
22 difference between the two?

23 A There are no differences.

24 Q And just, I guess, also for the record,
25 would you just state the reason for the hearing on this

1 matter?

2 A On June 10th permanent pool rules were
3 established in Union, Harding, and Quay Counties in the
4 Bravo Dome Unit and the area encompassing the subscribed
5 lands on the docket are those areas that have been producing
6 for the past three years.

7 Q Is it my understanding that these produc-
8 ing areas have just not been officially named? Is that what
9 we're doing here today --

10 A Correct.

11 Q -- is just giving them their name?

12 A That's correct.

13 Q Okay, and the docket correctly describes
14 the land encompassed in the pool?

15 A Yes, sir.

16 Q Okay. Do you have anything further to
17 add to your testimony?

18 A I do not.

19 Q And was Exhibit One either prepared by
20 you or under your supervision and control or have you exa-
21 mined it and can testify as to its accuracy?

22 A Yes on all accounts.

23 MR. TAYLOR: I'll move the ad-
24 mission of Exhibit One.

25 MR. STOGNER: If there are no

1 objections, Exhibit One will be admitted into evidence.

2 Mr. Carr, your witness.

3

4

CROSS EXAMINATION

5 BY MR. CARR:

6

Q Mr. Johnson, just to be sure I understand
7 this, there's no intention on the part of the Division by
8 filing this case to change the Bravo Dome 640-acre spacing
9 area or the rules that have been promulgated by Order R-
10 7556, is that right?

11

A That is correct.

12

Q And you're just defining the area that is
13 now connected and producing.

14

A That's correct.

15

MR. CARR: That's all I have.

16

MR. TAYLOR: And that's all I
17 have, too.

18

MR. STOGNER: Okay, Mr.
19 Johnson, in the parentheses we have 640 acre and that
20 relates back to Mr. Carr's question, that this isn't a pool
21 or an area that is being developed on 640-acre spacing, is
22 that correct?

23

A That is correct.

24

MR. STOGNER: If there are no
25 other questions of Mr. Johnson, he may be excused.

1 Mr. Carr, do you have anything
2 further?

3 MR. CARR: Nothing further.

4 MR. STOGNER: Mr. Taylor, do
5 you have anything further in Case Number 9196?

6 MR. TAYLOR: No, sir.

7 MR. STOGNER: Case Number 9196
8 will be taken under advisement.

9
10 (Hearing concluded.)

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C E R T I F I C A T E

I, SALLY W. BOYD, C.S.R., DO
HEREBY CERTIFY the foregoing Transcript of Hearing before
the Oil Conservation Division (Commission) was reported by
me; that the said transcript is a full, true, and correct
record of the hearing, prepared by me to the best of my
ability.

Sally W. Boyd CSR

I do hereby certify that the foregoing is
a complete record of the proceedings in
the Examiner hearing of Case No. 9196,
heard by me on 12/1/87 1987.

Michael J. [Signature] Examiner
Oil Conservation Division