

1 STATE OF NEW MEXICO
2 ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
3 OIL CONSERVATION DIVISION
4 STATE LAND OFFICE BUILDING
5 SANTA FE, NEW MEXICO

6 30 March 1988

7 EXAMINER HEARING

8 IN THE MATTER OF:

9 In the matter of the hearing called CASE
10 by the Oil Conservation Division on 9349
11 its own motion for an order contract-
12 ing and extending certain pools in Rio
13 Arriba, San Juan, and Sandoval Counties,
14 New Mexico.

15 BEFORE: Michael E. Stogner, Examiner

16 TRANSCRIPT OF HEARING

17 A P P E A R A N C E S

18 For the Division: Charles E. Roybal
19 Legal Counsel for the Division
20 Oil Conservation Division
21 State Land Office Building
22 Santa Fe, New Mexico 87501

23 For the Applicant:
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I N D E X

JAMI BAILEY

Direct Examination by Mr. Roybal 3

Cross Examination by Mr. Stogner 4

E X H I B I T S

Division Exhibit One, Documents

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MR. STOGNER: We'll call next Case Number 9349, which is in the matter of the hearing called by the Oil Conservation Division on its own motion for an order contracting and extending certain pools in Rio Arriba, San Juan and Sandoval Counties, New Mexico.

Let the record so show that Ms. Bailey has been previously sworn and her credentials accepted in previous Case Numbers 9347 and 9348.

Mr. Roybal.

JAMI BAILEY,

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

DIRECT EXAMINATION

BY MR. ROYBAL:

Q Ms. Bailey, are you prepared to make recommendations to the Examiner today concerning the nomenclature of certain pools in Rio Arriba, San Juan, and Sandoval Counties?

A Yes.

Q Are your recommendations prepared in the form of an exhibit?

A Yes.

1 Q And how is that exhibit denominated?

2 A Exhibit Number One.

3 Q Will you please refer to Exhibit One and
4 to the docket that's been distributed for the hearing today
5 and point out any differences between the two?

6 A There are none.

7 Q Was Exhibit Number One in this case pre-
8 pared by you or under your supervision and control or have
9 you examined the contents of the documents and assured your-
10 self of their accuracy?

11 A Yes.

12 Q Do you have anything further to add to
13 your testimony?

14 A No, I don't.

15 MR. ROYBAL: Mr. Examiner, I
16 move the admission of Exhibit Number One in this case.

17 MR. STOGNER: Exhibit Number
18 One will be admitted into evidence.

19

20 CROSS EXAMINATION

21 BY MR. STOGNER:

22 Q Ms. Bailey, who actually prepared these
23 exhibits?

24 A Ernie Bush, Geologist of the Aztec Dis-
25 trict Office.

1 Q Okay. I'd like to refer now to the con-
2 traction of the Rio Puerco Mancos Oil Pool in Sandoval Coun-
3 ty and in particular the northwest quarter of Section 25.

4 Did you have any conversation with him
5 concerning a well that has had or is producing from this
6 particular pool in that area?

7 A Yes. I think it would be easier if I
8 just relayed to you exactly what was discussed between us
9 there.

10 Q Okay.

11 A I asked him if he was aware that there
12 was a pool that -- a well that would be eliminated from that
13 pool and he said yes, that he and Frank Chavez, the Distrist
14 Supervisor in Aztec agreed that that well did not properly
15 belong in that pool; that it makes 2 gallons of oil per day;
16 that it should be put on the 40-acre spacing and the opera-
17 tor could not get the 320-acre spacing which was determined
18 for that pool.

19 If we had any further questions concer-
20 ning that well, that we should talk with Bob Stovall, for-
21 merly with Dugan Production and now an attorney over at de-
22 partment headquarters.

23 Q Okay. Was there any -- was this particu-
24 lar acreage going to be extending into another pool or was
25 this acreage going to be put into a new pool?

1 A It will be left out in the cold.

2 MR. STOGNER: Thank you, Ms.
3 Bailey. I have no further questions of this witness.

4 Are there any other questions
5 of Ms. Bailey?

6 MR. ROYBAL: No.

7 MR. STOGNER: She may be ex-
8 cused.

9 Does anybody else have anything
10 further in Case Number 9349?

11 The case will be taken under
12 advisement.

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14 (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 that 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. 9349 heard by me on 30 of March 19 88.

Michael Slogrud, Examiner
Oil Conservation Division

