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. 10,917

APPLICATION OF CONOCO, INC., TO REOPEN CASE NUMBER 10,917 AND TO AMEND DIVISION ORDER NUMBER R-10,071, SAN JUAN COUNTY, NEW MEXICO ORIGINAL

REPORTER'S TRANSCRIPT OF PROCEEDINGS

EXAMINER HEARING

BEFORE: DAVID R. CATANACH, Hearing Examiner

RECEIVED

NOV 3 1995

October 19th, 1995

Oil Conservation Division

Santa Fe, New Mexico

This matter came on for hearing before the New Mexico Oil Conservation Division, DAVID R. CATANACH, Hearing Examiner, on Thursday, October 19th, 1995, 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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REPORTER'S CERTIFICATE

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EXHIBITS

Applicant's		Identified	Admitted
Exhibit	1	4	5
Exhibit	2	4	5
Exhibit	3	4	5
Exhibit	4	4	5
Exhibit	5	4	5
Exhibit	6	4	5
Exhibit	7	4	5
Exhibit	8	4	5
Exhibit	9	4	5
Exhibit	10	4	5

* * *

APPEARANCES

FOR THE APPLICANT:

CAMPBELL, CARR & BERGE, P.A.
Suite 1 - 110 N. Guadalupe
P.O. Box 2208
Santa Fe, New Mexico 87504-2208
By: WILLIAM F. CARR

* * *

WHEREUPON, the following proceedings were had at 9:55 a.m.:

EXAMINER CATANACH: Let me call the hearing back to order at this time, and I'm going to call Case 10,917, the Application of Conoco, Inc., to reopen Case Number 10,917 and to amend Division Order Number R-10,071, San Juan County, New Mexico.

This case is styled such, in the absence of objection it will be taken under advisement.

Are there any appearances in this case at this time?

MR. CARR: May it please the Examiner, my name is William F. Carr with the Santa Fe law firm Campbell, Carr and Berge.

We represent Conoco, Inc., in this matter, and I have a brief statement.

Mr. Catanach, as you may recall, this case was heard about 18 months ago, at which time Conoco sought authority to drill a new horizontal well adjacent to its Federal Com Number 8 well, an existing Fruitland Coal well, in the subject spacing unit.

This application was approved by Order R-10,071.

Conoco has determined that the existing well, in fact, can be used for the horizontal wellbore, and they hope to re-enter that well.

They filed an administrative application seeking authority to do this under the new Rule 111 provisions and were advised by the Division that the Division preferred not to amend an R order with an administrative procedure.

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Accordingly, they requested that Conoco come before you today, submit new exhibits, and then ask that the case be take under advisement on the exhibits presented here today.

I have Conoco Exhibits 1 through 9. They provide all information required by the new Rule 111.

I also have a notice affidavit confirming that notice of this Application has been provided all affected interest owners in accordance with OCD rule.

I would note that the new Exhibit Number 4, although it looks like the Exhibit C provided in the original proceeding, is in fact different. And it is different in that it shows correct kickoff point in the well, which is at 2869 feet.

It is correct in the Application filed today.

But the prior exhibit, Exhibit C in the original case, was inaccurate.

So with that, I would move the admission into evidence of Conoco Exhibits 1 through 9 and the notice affidavit.

EXAMINER CATANACH: Conoco Exhibits 1 through 9

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and the notice affidavit will be submitted as evidence in
 1
     this case.
 2
                Is there anything further?
 3
                MR. CARR: That concludes my presentation in this
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 5
     case.
                EXAMINER CATANACH: Okay. There being nothing
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     further, Mr. Carr, Case 10,917 will be taken under
     advisement.
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                (Thereupon, these proceedings were concluded at
     9:58 a.m.)
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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 October 25th, 1995.

STEVEN T. BRENNER CCR No. 7

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My commission expires: October 14, 1998

I do hereby certify that the foregoing is a comple a record of the proceedings in the Examiner hearing of Case No. 109/1 neard by me on (10/2001/9

_, Examiner

STEVEN T. BRENNER, CCR (505) 989-9317