

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

IN THE MATTER OF:)
)
APPLICATION OF YATES PETROLEUM)
CORPORATION FOR SPECIAL POOL) CASE NO. 10145
ES, EDDY COUNTY, NEW MEXICO.)
)
_____)

BEFORE THE
OIL CONSERVATION COMMISSION
Santa Fe, New Mexico

REPORTER'S TRANSCRIPT OF PROCEEDINGS
EXAMINER HEARING
BEFORE: JIM MORROW, Hearing Examiner

November 23, 1990
10:45 a.m.
Santa Fe, New Mexico

This matter came on for hearing before the Oil
Conservation Division on November 23, 1990, at 10:45 a.m. at
Oil Conservation Division Conference Room, State Land Office
Building, 310 Old Santa Fe Trail, Santa Fe, New Mexico, before
Deborah LaVine, RPR, Certified Shorthand Reporter No. 252 and
Notary Public, in and for the County of Santa Fe, State of New
Mexico.

FOR: OIL CONSERVATION
DIVISION

BY: DEBORAH LAVINE, RPR
Certified Shorthand Reporter

HUNNICUTT REPORTING
DEBORAH LAVINE, CSR, RPR

Case Nos. 11297 and 11298 Exhibit No. 5
(De Novo)
Submitted by: Yates Petroleum Corporation
Hearing Date: December 14, 1995

I N D E X

November 28, 1990
 Examiner Hearing
 Case No. 10145

PAGE

APPEARANCES

3

APPLICANT'S WITNESSES:

JANET RICHARDSON

Direct Examination by Mr. Carroll

4

Cross-Examination by Mr. Carr

7

DAVID F. BONEAU

Direct Examination by Mr. Carroll

8

Cross-Examination by Mr. Carr

25

Examination by Examiner Morrow

35

Redirect Examination by Mr. Carroll

38

Recross-Examination by Mr. Carr

39

Further Examination by Examiner Morrow

39

INTERVENOR'S WITNESSES:

LARRY JONES

Direct Examination by Mr. Carr

40

Cross-Examination by Mr. Carroll

48

Examination by Examiner Morrow

52

CLOSING STATEMENTS:

By Mr. Carr

54

By Mr. Carroll

55

** ** *

APPLICANT'S EXHIBITS:

MRKD

ADMTD

1. Map

5

25

2. Table

10

25

3. Map

12

25

4. Map

14

25

5. Map

15

25

6. Graph

17

25

7. Graph

19

25

8. Graph

20

25

9. Graph

20

25

INTERVENOR'S EXHIBITS:

1. Map

42

48

2. Neutron Density Log

45

48

HUNNICUTT REPORTING
 DEBORAH LAVINE, CSR, RPR

1 A. Sometime next year in 1991, our intention is to go
2 into this well and to perforate the middle section of the
3 Delaware. And there's an evidence in the part of the exhibit
4 here, it has a log of the one where we're perforated.

5 (Intervenor's Exhibit No. 2
6 was marked for identification.)

7 Q. That's your Exhibit Number 2?

8 A. Yes, that's Exhibit Number 2. And Exhibit Number 3
9 of a cross section starting at about 3,490 feet that we plan
10 on perforating which we feel like that we might be successful
11 in completing this. And, of course, if we're successful, our
12 intention is to go ahead and to continue drilling or to plug
13 back that number one.

14 Q. Again, Mr. Jones, what's marked as Exhibit Number 2
15 is three pages; correct?

16 A. Right.

17 Q. And this is the log on the current Delaware
18 producer?

19 A. : Right, yeah, that identifies the log on it. That's
20 the neutron density log.

21 Q. The first page of that shows the current perforated
22 interval in that well?

23 A. Yes, sir.

24 Q. And then the second portion or the last page of
25 this exhibit indicates the interval which correlates to the

1 exactly what, you know, exactly initially the perforations and
2 number of prorations which you'd have to have in order to
3 complete an AFE.

4 Q. And so am I correct in assuming that you really
5 have no timetable at this time with respect to doing that
6 operation?

7 A. No, I intend to do that next year.

8 Q. Next year. Well, can you --

9 A. In 1991.

10 Q. Well, do you have any specific evidence which tells
11 you or which would show to the commission that the granting of
12 this application today will adversely affect through drainage
13 of your location or your tract of land any time during the
14 year of 1991?

15 A. Do I have any specific -- other than my testimony
16 here and what we brought up, I don't have any other evidence.

17 MR. CARROLL: That's all I have.

18 EXAMINATION

19 BY EXAMINER MORROW:

20 Q. Mr. Jones, you indicated that you would continue
21 drilling. I think I understood you to mean that if you were
22 successful in this first recompletion, you would drill other
23 wells; is that correct?

24 A. That's correct.

25 Q. Did you answer a question that was asked of you as