

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

APPLICATION OF THE NEW MEXICO OIL CONSERVATION DIVISION
THROUGH THE SUPERVISOR OF DISTRICT III FOR AN ORDER REQUIRING
GEO ENGINEERING INC. TO PROPERLY PLUG FORTY-FIVE WELLS
LOCATED IN TOWNSHIP 20 NORTH, RANGE 9 WEST, MCKINLEY COUNTY,
NEW MEXICO, AUTHORIZING THE DIVISION TO PLUG SAID WELLS, AND
ORDERING A FORFEITURE OF THE PLUGGING BOND.

CASE NO. 11813
Order No. R-10867

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on July 10, 1997, at Santa Fe, New Mexico, before the New Mexico Oil Conservation Division (the "Division") before Examiner David R. Catanach.

NOW, on this 2nd day of September, 1997, the Division Director, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

(1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(1) Geo Engineering, Inc. is the last known owner and operator of the forty-five (45) wells located in Township 20 North, Range 9 West, in McKinley County, New Mexico listed on Exhibit A to this order.

(2) In compliance with Division Rules and Regulations, the operator of said well, posted a blanket plugging bond in the amount of \$50,000.00 issued by American Manufacturers Mutual Insurance Company.

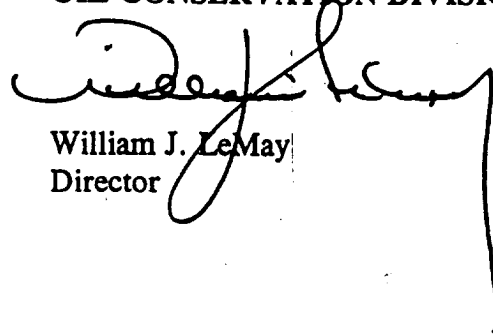
(3) The purpose of said bond is to assure the Division that the subject well will be properly plugged and abandoned when not capable of commercial production.

(4) Neither the operator, the surety, nor any other interested party appeared at the hearing. The record contains uncontroverted evidence that the wells are in need of plugging.

RECEIVED
SEP - 8 1997
OIL CON. DIV.
DIST. 3

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

A handwritten signature in black ink, appearing to read 'William J. LeMay', is written over the printed name and title.

William J. LeMay
Director

S E A L

R 10867 - plug-in Band

Exhibit "A"

OPERATOR	WELL NAME	WELL NO	UL	SEC	TWN	RGE	FTAGE NS	FTAGE EM	STATUS	POOL
GEO ENGINEERING INC	SANTA FE PACIFIC	113	P	21	20N	09W	165/S	965/E	TA	CHACO WASH MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	110	P	21	20N	09W	360/S	360/E	TA	CHACO WASH MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	19	P	21	20N	09W	500/S	660/E	TA	CHACO WASH MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	102	P	21	20N	09W	565/S	165/E	TA	CHACO WASH MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	101	P	21	20N	09W	565/S	565/E	TA	CHACO WASH MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	117	N	22	20N	09W	330/S	1650/W	TA	CHACO WASH MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	116	N	22	20N	09W	990/S	1650/W	TA	CHACO WASH MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	114	N	22	20N	09W	990/S	1980/W	TA	CHACO WASH MESAVERDE
GEO ENGINEERING INC	STATE	6	A	28	20N	09W	330/M	990/E	TA	CHACO WASH MESAVERDE
GEO ENGINEERING INC	STATE	34	A	28	20N	09W	660/M	330/E	TA	CHACO WASH MESAVERDE
GEO ENGINEERING INC	STATE	21	A	28	20N	09W	660/M	660/E	TA	CHACO WASH MESAVERDE
GEO ENGINEERING INC	STATE	8	A	28	20N	09W	707/M	1273/E	TA	CHACO WASH MESAVERDE
GEO ENGINEERING INC	STATE	1	A	28	20N	09W	970/M	970/E	TA	CHACO WASH MESAVERDE
GEO ENGINEERING INC	STATE	9	B	28	20N	09W	330/M	1650/E	TA	CHACO WASH MESAVERDE
GEO ENGINEERING INC	STATE	25	B	28	20N	09W	350/M	2260/E	TA	CHACO WASH MESAVERDE
GEO ENGINEERING INC	STATE	10	B	28	20N	09W	47/M	1367/E	TA	CHACO WASH MESAVERDE
GEO ENGINEERING INC	STATE	26	B	28	20N	09W	620/M	1965/E	TA	CHACO WASH MESAVERDE
GEO ENGINEERING INC	STATE	13	B	28	20N	09W	660/M	1650/E	TA	CHACO WASH MESAVERDE
GEO ENGINEERING INC	STATE	2	B	28	20N	09W	990/M	1650/E	TA	CHACO WASH MESAVERDE
GEO ENGINEERING INC	STATE	3	B	28	20N	09W	990/M	2310/E	TA	CHACO WASH MESAVERDE
GEO ENGINEERING INC	STATE	22	B	28	20N	09W	990/M	2635/E	TA	CHACO WASH MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	9	O	20	20N	09W	110/S	1910/E	TA	RED MOUNTAIN MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	36	O	20	20N	09W	265/S	2150/E	TA	RED MOUNTAIN MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	38	O	20	20N	09W	275/S	2510/E	TA	RED MOUNTAIN MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	2	O	20	20N	09W	317/S	1731/E	TA	RED MOUNTAIN MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	4	O	20	20N	09W	320/S	1920/E	TA	RED MOUNTAIN MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	23	O	20	20N	09W	490/S	2300/E	TA	RED MOUNTAIN MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	47	O	20	20N	09W	580/S	1400/E	TA	RED MOUNTAIN MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	3	O	20	20N	09W	65/S	1713/E	TA	RED MOUNTAIN MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	12	P	20	20N	09W	1085/S	860/E	TA	RED MOUNTAIN MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	24	P	20	20N	09W	450/S	1145/E	TA	RED MOUNTAIN MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	10	P	20	20N	09W	990/S	1280/E	TA	RED MOUNTAIN MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	7	A	29	20N	09W	225/M	1265/E	TA	RED MOUNTAIN MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	8	A	29	20N	09W	5/W	1130/E	TA	RED MOUNTAIN MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	42	B	29	20N	09W	105/N	1610/E	TA	RED MOUNTAIN MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	22	B	29	20N	09W	1115/N	2325/E	TA	RED MOUNTAIN MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	35	B	29	20N	09W	160/N	2135/E	TA	RED MOUNTAIN MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	20	B	29	20N	09W	300/N	1800/E	TA	RED MOUNTAIN MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	1	B	29	20N	09W	330/N	1620/E	TA	RED MOUNTAIN MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	43	B	29	20N	09W	420/N	1940/E	TA	RED MOUNTAIN MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	33	B	29	20N	09W	600/N	2450/E	TA	RED MOUNTAIN MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	5	B	29	20N	09W	615/N	1920/E	TA	RED MOUNTAIN MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	13	C	29	20N	09W	452/N	2740/E	TA	RED MOUNTAIN MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	21	F	29	20N	09W	834/N	2113/W	TA	RED MOUNTAIN MESAVERDE
GEO ENGINEERING INC	SANTA FE PACIFIC	20	F	29	20N	09W	1344/N	2555/W	TA	RED MOUNTAIN MESAVERDE