

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

NMOCD - ACOI 133-A

IN THE MATTER OF FINLEY RESOURCES INC.,

Respondent.

**AMENDED
AGREED COMPLIANCE ORDER**

Pursuant to Ordering Paragraph 3 of Agreed Compliance Order 133, the Director of the Oil Conservation Division ("OCD") hereby amends that order as follows:

FINDINGS

1. Agreed Compliance Order 133 (ACOI 133) requires Finley Resources Inc. (Operator) to return to compliance with OCD Rule 201 at least eight of the wells identified in Exhibit A by December 15, 2006, and file a compliance report by that date.

2. ACOI 133 further provides that if Operator returns to compliance with OCD Rule 201 at least eight of the wells identified in Exhibit A by December 15, 2006, and files a timely compliance report, the OCD shall issue an amendment extending the terms of ACOI 133 for an additional six-month period, requiring Operator to return an additional eight wells to compliance by that deadline.

3. Operator filed a timely compliance report, and the OCD has verified that OCD records indicate that Operator has returned the following eight wells identified in Exhibit A to compliance:

- | | |
|--------------------------------|--------------|
| • LW Whilte #001 | 30-025-04393 |
| • State E 28 #002 | 30-025-04360 |
| • Magruder #002 | 30-025-04364 |
| • Magruder #004 | 30-025-04366 |
| • Federal D #002 | 30-025-04337 |
| • LC Fopeano Federal AC 1 #004 | 30-025-04348 |
| • Warrior State AK #003 | 30-025-03404 |
| • State E-33 #002 | 30-025-04380 |

CONCLUSIONS

1. Operator has met its goal of returning eight of the wells identified in Exhibit A to compliance by December 15, 2006.

2. The OCD should amend ACOI 133 to extend its terms through June 15, 2007 and require Operator to return to compliance by that date eight wells identified in Exhibit A that remain out of compliance.

ORDER

1. Operator shall return to compliance by June 15, 2007 eight wells identified in Exhibit A other than the wells identified in Findings Paragraph 3, above.

2. Operator shall file a compliance report by June 15, 2007 using the Oil Conservation Division's web-based on-line application.

3. The terms of ACOI 133 otherwise remain in effect and are extended through June 15, 2007.

Done at Santa Fe, New Mexico this 21st day of November, 2006

By: 
Mark Fesmire, P.E.
Director, Oil Conservation Division