

DOCKET: EXAMINER HEARING - THURSDAY - JANUARY 24, 2008

8:15 A.M. - 1220 South St. Francis
Santa Fe, New Mexico

Docket Nos. 4-08 and 5-08 are tentatively set for February 7, 2008 and February 21, 2008. Applications for hearing must be filed at least 30 days in advance of hearing date. OCD Rule 1211.B requires parties who intend to present evidence at an adjudicatory hearing to file a pre-hearing statement no later than the Thursday before the hearing, and serve a copy on opposing counsel of record. If the OCD does not receive a pre-hearing statement from the applicant by the close of business on the Thursday before the hearing, the hearing may be continued or dismissed by order of the examiner. If a protesting party fails to submit a timely pre-hearing statement, the hearing may be continued at the applicant's request. The following Cases will be heard by an Examiner.

<i>Locator Key for Cases</i>	
<i>Case 13940</i>	<i>- No. 19</i>
<i>Case 13960</i>	<i>- No. 9</i>
<i>Case 14025</i>	<i>- No. 17</i>
<i>Case 14026</i>	<i>- No. 18</i>
<i>Case 14046</i>	<i>- No. 6</i>
<i>Case 14051</i>	<i>- No. 2</i>
<i>Case 14054</i>	<i>- No. 3</i>
<i>Case 14055</i>	<i>- No. 4</i>
<i>Case 14057</i>	<i>- No. 11</i>
<i>Case 14062</i>	<i>- No. 12</i>
<i>Case 14063</i>	<i>- No. 7</i>
<i>Case 14064</i>	<i>- No. 8</i>
<i>Case 14067</i>	<i>- No. 1</i>
<i>Case 14068</i>	<i>- No. 5</i>
<i>Case 14069</i>	<i>- No. 10</i>
<i>Case 14070</i>	<i>- No. 13</i>
<i>Case 14071</i>	<i>- No. 14</i>
<i>Case 14072</i>	<i>- No. 15</i>
<i>Case 14073</i>	<i>- No. 16</i>

- I. **CASE 14067: Application of the New Mexico Oil Conservation Division for a Compliance Order.** The Applicant seeks an order 1) finding that Betwell Oil & Gas Company, OGRID 2193, violated 19.15.4.201 NMAC as to nineteen (19) wells; 2) requiring the operator to return said wells to compliance with 19.15.4.201 NMAC by a date certain; and 3) in the event of non-compliance, imposing penalties upon operator and authorizing the Division to plug said wells and forfeit the operator's financial assurance. The affected wells are: 30-025-12541 LANGLEIE MATTIX WOOLWORTH UNIT #002, 30-025-25373 LANGLEIE MATTIX WOOLWORTH UNIT #009, 30-025-23099 LANGLEIE MATTIX WOOLWORTH UNIT #105, 30-025-28592 LANGLEIE MATTIX WOOLWORTH UNIT #114, 30-025-11333 LANGLEIE MATTIX WOOLWORTH UNIT #115, 30-025-11350 LANGLEIE MATTIX WOOLWORTH UNIT #127, 30-025-11342 LANGLEIE MATTIX WOOLWORTH UNIT #141, 30-025-11352 LANGLEIE MATTIX WOOLWORTH UNIT #152, 30-025-11348 LANGLEIE MATTIX WOOLWORTH UNIT #163, 30-025-11281 LANGLEIE MATTIX WOOLWORTH UNIT #164, 30-025-11270 LANGLEIE MATTIX WOOLWORTH UNIT #201, 30-025-11261 LANGLEIE MATTIX WOOLWORTH UNIT #304, 30-025-11264 LANGLEIE MATTIX WOOLWORTH UNIT #307, 30-025-11245 LANGLEIE MATTIX WOOLWORTH UNIT #501, 30-025-11247 LANGLEIE MATTIX WOOLWORTH UNIT #601, 30-025-11251 LANGLEIE MATTIX WOOLWORTH UNIT #701, 30-025-23310 LANGLEIE MATTIX WOOLWORTH UNIT #710, 30-025-11325 LANGLEIE MATTIX WOOLWORTH UNIT #801, and 30-025-23607 LANGLEIE MATTIX WOOLWORTH UNIT #805. The wells are located approximately 10 miles northeast of Jal, in Lea County, New Mexico. Application of the New Mexico Oil Conservation Division for a Compliance Order. The Applicant seeks an order 1) finding that Betwell Oil & Gas Company, OGRID 2193, violated 19.15.4.201 NMAC as to nineteen (19) wells; 2) requiring the operator to return said wells to compliance with 19.15.4.201 NMAC by a date certain; and 3) in the event of non-compliance, imposing penalties upon operator and authorizing the Division to plug said wells and forfeit the operator's financial assurance. The affected wells are: 30-025-12541 LANGLEIE MATTIX WOOLWORTH UNIT #002, 30-025-25373 LANGLEIE MATTIX WOOLWORTH UNIT #009, 30-025-23099 LANGLEIE MATTIX WOOLWORTH UNIT #105, 30-025-28592 LANGLEIE MATTIX WOOLWORTH UNIT #114, 30-025-11333 LANGLEIE

MATTIX WOOLWORTH UNIT #115, 30-025-11350 LANGLEIE MATTIX WOOLWORTH UNIT #127, 30-025-11342 LANGLEIE MATTIX WOOLWORTH UNIT #141, 30-025-11352 LANGLEIE MATTIX WOOLWORTH UNIT #152, 30-025-11348 LANGLEIE MATTIX WOOLWORTH UNIT #163, 30-025-11281 LANGLEIE MATTIX WOOLWORTH UNIT #164, 30-025-11270 LANGLEIE MATTIX WOOLWORTH UNIT #201, 30-025-11261 LANGLEIE MATTIX WOOLWORTH UNIT #304, 30-025-11264 LANGLEIE MATTIX WOOLWORTH UNIT #307, 30-025-11245 LANGLEIE MATTIX WOOLWORTH UNIT #501, 30-025-11247 LANGLEIE MATTIX WOOLWORTH UNIT #601, 30-025-11251 LANGLEIE MATTIX WOOLWORTH UNIT #701, 30-025-23310 LANGLEIE MATTIX WOOLWORTH UNIT #710, 30-025-11325 LANGLEIE MATTIX WOOLWORTH UNIT #801, and 30-025-23607 LANGLEIE MATTIX WOOLWORTH UNIT #805. The wells are located approximately 10 miles northeast of Jal, in Lea County, New Mexico.

2. **CASE 14051:** (Continued from the January 10, 2008 Examiner Hearing.)

Application of the New Mexico Oil Conservation Division for a Compliance Order against Reubin Collins d/b/a RCJ Enterprises. The Applicant seeks an Order finding that operator violated 19.15.13.1115 NMAC; as to active wells violated 19.15.9.701 NMAC and 19.15.13.1104 NMAC, or in the alternative, violated 19.15.4.201 NMAC; requiring operator to return the wells into compliance with OCD rules by a date certain and authorizing the Division to plug the wells in the event of non-compliance; and assessing penalties. The affected wells are:

- Buffalo Unit No. 008; H-34-18S-33E; API No. 30-025-21846
- Buffalo Unit No. 010; A-34-18S-33E; API No. 30-025-21957
- Buffalo Unit No. 011; L-35-18S-33E; API 30-025-22598

These wells are located approximately 20 miles southwest of Lovington, in Lea County, New Mexico.

- Cockburn Federal No. 004; K-34-17S-33E; API No. 30-025-01391
- Cockburn Federal No. 006; J-34-17S-33E; API No. 30-025-01392

These wells are located approximately 13 miles southwest of Lovington, in Lea County, New Mexico.

- Wallen Bass No. 002; N-21-20S-34E; API No. 30-025-26458
- Wallen Bass No. 004; O-21-20S-34E; API No. 30-025-26288

These wells are located approximately 10 miles southwest of Monument, New Mexico, Lea County.

3. **CASE 14054:** (Continued from the January 10, 2008 Examiner Hearing.)

Application of the New Mexico Oil Conservation Division for a Compliance Order against Kimlar Oil Company. The Applicant seeks an order finding operator in violation of 19.15.3.1116 and 19.15.9.703 NMAC; requiring operator to bring the wells into compliance with 19.15.3.1116 and 19.15.9.703 by a date certain; and assessing penalties. The affected wells are:

- Gourley Federal No. 003; API No. 30-015-22660; A-31-22S-28E
- Gourley Federal No. 004; API No. 30-015-22661; J-31-22S-28E

The wells are located approximately 9 miles southeast of Carlsbad, in Eddy County, New Mexico.

4. **CASE 14055:** (Continued from the January 10, 2008 Examiner Hearing.)

Application of the New Mexico Oil Conservation Division for a Compliance Order against C&D Management Company d/b/a Freedom Ventures Company. The Applicant seeks an Order finding that Operator is in violation of 19.15.13.1115 NMAC and 19.15.4.201 NMAC as to seventeen wells, requiring Operator to bring the seventeen wells into compliance with 19.15.13.1115 NMAC and 19.15.4.201 NMAC by a date certain, authorizing the Division to plug said wells and forfeit the applicable financial assurance in the event of non-compliance, and assessing penalties. The affected wells are:

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|--------------------------|---------------|--------------|
| • Amoco No. 001; | L-13-17S-27E; | 30-015-24738 |
| • Muncy Federal No. 001; | F-13-17S-27E; | 30-015-23083 |
| • Muncy Federal No. 002; | E-13-17S-27E; | 30-015-25012 |