

“Purple” Wells:

Violations Alleged:

- Transportation or injection while subject to cancellation order (19.15.13.1105 NMAC, 19.15.9.701 NMAC) (all wells)
- Possible false reporting (19.15.13.1115 NMAC and 70-2-31.B(2) NMAC)

Wells at issue:

1. Gila 4 Deep #001*
2. Howse C #001
3. Marshall #002*
4. New Mexico BZ State NCT 5 #005

History of Compliance Actions by OCD:

11-6-06	Notice of intent to cancel authority
2-15-07	Cancellation of Authority
8-24-07	Reinstatement of Authority
11-15-07	Case 14052 filed (subject of de novo review)
1-10-08	Case 14052 heard
6-23-08	Case 14052 Order R- 12768-C filed

Pending Orders:

- R-12768-C: Requires operator to plug or transfer all wells by 12-31-08

Compliance Actions by Operator:

- Filed report for month(s) at issue in cancellation of authority

Compliance Actions not taken by Operator:

*Wells transferred to TriTex Resources, LLC effective 9/15/08.