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

CASE NO. 11448 ORDER NO. R-10615

IN THE MATTER OF THE HEARING CALLED BY THE NEW MEXICO OIL CONSERVATION DIVISION ("DIVISION") ON ITS OWN MOTION TO PERMIT RHONDA OPERATING CO., OPERATOR, AMERICAN EMPLOYERS' INSURANCE COMPANY, SURETY, AND ALL OTHER INTERESTED PARTIES TO APPEAR AND SHOW CAUSE WHY THE STATE "29" WELL NO. 2 (API NO. 30-005-10132), LOCATED 1977 FEET FROM THE NORTH LINE AND 670 FEET FROM THE EAST LINE (UNIT H) OF SECTION 29, TOWNSHIP 8 SOUTH, RANGE 33 EAST, NMPM, CHAVES COUNTY, NEW MEXICO, SHOULD NOT BE PLUGGED AND ABANDONED IN ACCORDANCE WITH A DIVISION-APPROVED PLUGGING PROGRAM.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on May 30, 1996, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this <u>1st</u> day of July, 1996, the Division Director, having considered the record and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

Appropriate steps are currently underway to either plug and abandon, return said well to active drilling status, or to place said well on production, Case No. 11448 should be dismissed at this time.

IT IS THEREFORE ORDERED THAT:

- (1) Case No. 11448 is hereby dismissed.
- (2) However, jurisdiction is hereby retained for the entry of such further orders as the Division may deem necessary.

DON'S t Santa Fe, New Mexico, on the day and year hereinabove designated.

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OIL CONSERVATION DIVISION

STATE OF NEW MEXICO

WILLIAM J. JEMAY

Director