

MEMORANDUM

TO: Florene Davidson - O.C.D. Staff Specialist Rand L. Carroll - Division Legal Counsel Ray Smith - Deputy Oil and Gas Inspector Ned Kendrick - Montgomery & Andrews, Santa Fe Michael E. Stogner, Chief Hearing Officer/Engineer FROM: **SUBJECT:** Case 11516: In the matter of the hearing called by the Oil Conservation Division ("Division") on its own motion to permit the operator, H & W Enterprises, American Employers' Insurance Company, and all other interested parties to appear and show cause why the Mobil State well No. 1, located 2310 feet from the North line and 990 feet from the East line (Unit H) of Section 16, Township 17 South, Range 31 East, NMPM, Eddy County, New Mexico, should not be plugged and abandoned in accordance with a Division approved plugging program. Further, an order is being sought authorizing the Division to plug said well and order the forfeiture of the plugging bond in affect for said well.

DATE: June 14, 1996

The subject case shall be reopened for the July 11, 1996 Division Examiners docket, it is my understanding that certain principles with H & W Enterprises have been identified and will be contacted. Any further correspondence or Division contact shall be with Rand Carroll.