Entered Elecember 23, 19>>

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

CASE NO. 6048 Order No. R-5597

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION ON ITS OWN MOTION TO PERMIT SAGUARO OIL COMPANY AND ALL OTHER INTERESTED PARTIES TO APPEAR AND SHOW CAUSE WHY THE MORAN STATE WELL NO. 1 LOCATED IN UNIT A OF SECTION 36, TOWNSHIP 18 NORTH, RANGE 9 WEST, MCKINLEY COUNTY, NEW MEXICO, SHOULD NOT BE PLUGGED AND ABANDONED IN ACCORDANCE WITH A COMMISSION-APPROVED PLUGGING PROGRAM.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on September 28, 1977, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>27th</u> day of December, 1977, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

- (1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.
- (2) That Saguaro Oil Company is the owner and operator of the Moran State Well No. 1, located in Unit A of Section 36, Township 18 North, Range 9 West, NMPM, McKinley County, New Mexico
- (3) That in order to prevent waste and protect correlative rights said Moran State Well No. 1 should be plugged and abandoned in accordance with a program approved by the Aztec District Office of the New Mexico Oil Conservation Commission on or before January 15, 1978, or the well should be returned to active drilling status or placed on production.

IT IS THEREFORE ORDERED:

- (1) That Saguaro Oil Company is hereby ordered to plug and abandon or return to active drilling status the Moran State Well No. 1, located in Unit A of Section 36, Township 18 North, Range 9 West, NMPM, McKinley County, New Mexico, on or before January 15, 1978.
- (2) That Saguaro Oil Company, prior to plugging and abandoning the above-described well, shall obtain from the Aztec

-2-Case No. 6048 Order No. R-5597

office of the Commission, a Commission-approved program for said plugging and abandoning, and shall notify said Aztec office of the date and hour said work is to be commenced where-upon the Commission may, at its option, witness such work.

(3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

PHIL R. LUCERO, Chairman

EMERY C. ARNOLD, Member

JOE D. RAMEY, Momber & Secretary

S E A L