Entered July 19, 1979

#### STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 6544 Order No. R-6055

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION ON ITS OWN MOTION TO PERMIT GEOLOGIC RESOURCES, INC., UNITED STATES FIRE INSURANCE COMPANY, AND ALL OTHER INTERESTED PARTIES TO APPEAR AND SHOW CAUSE WHY THE B. T. GODEC STRAT. TEST WELL NO. 1 LOCATED IN UNIT I OF SECTION 25, TOWNSHIP 12 NORTH, RANGE 8 EAST, SANTA FE 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 9 a.m. on May 9, 1979, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 19th day of July, 1979, the Division Director, 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 Division has jurisdiction of this cause and the subject matter thereof.
- (2) That Geologic Resources, Inc. is the owner and operator of the B. T. Godec Strat. Test Well No. 1, located in Unit I of Section 25, Township 12 North, Range 8 East, NMPM, Santa Fe County, New Mexico.
- (3) That United States Fire Insurance Company is the surety on the Oil Conservation Division plugging bond on which Geologic Resources, Inc. is principal.
- (4) That the purpose of said bond is to assure the state that the subject well will be properly plugged and abandoned when not capable of commercial production.

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(5) That in order to prevent waste and protect correlative rights said B. T. Godec Strat. Test Well No. 1 should be plugged and abandoned in accordance with a program approved by the Santa Fe District Office of the New Mexico Oil Conservation Division on or before September 1, 1979, or the well should be returned to active drilling status or placed on production.

#### IT IS THEREFORE ORDERED:

- (1) That Geologic Resources, Inc. and United States Fire Insurance Company are hereby ordered to plug and abandon the B. T. Godec Strat. Test Well No. 1, located in Unit I of Section 25, Township 12 North, Range 8 East, NMPM, Santa Fe County, New Mexico, or in the alternative, to return the well to active drilling status or place the well on production on or before September 1, 1979.
- (2) That Geologic Resources, Inc. and United States Fire Insurance Company, prior to plugging and abandoning the above-described well, shall obtain from the Santa Fe office of the Division, a Division-approved program for said plugging and abandoning, and shall notify said Santa Fe office of the date and hour said work is to be commenced whereupon the Division may, at its option, witness such work.
- (3) That jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year herein-above designated.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

JOE D. RAMEY Director

SEAL