Entered October 18, 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. 6688 Order No. R-6151

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION ON ITS OWN MOTION TO PERMIT PHILLIPS AND SPENCE AND ALL OTHER INTERESTED PARTIES TO APPEAR AND SHOW CAUSE WHY THE MARTIN WELL NO. 2 LOCATED IN UNIT N OF SECTION 34, TOWNSHIP 30 NORTH, RANGE 11 WEST, SAN JUAN 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 October 2, 1979, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this <u>lath</u> day of October, 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 Phillips and Spence are the owners and operators of the Martin Well No. 2, located in Unit N of Section 34, Township 30 North, Range 11 West, NMPM, San Juan County, New Mexico.

(3) That in order to prevent waste and protect correlative rights said Martin Well No. 2 should be plugged and abandoned in accordance with a program approved by the Aztec District Office of the New Mexico Oil Conservation Division on or before January 1, 1980, or the well should be returned to active drilling status or placed on production. -2-Case No. 6688 Order No. R-6151

IT IS THEREFORE ORDERED:

(1) That Phillips and Spence are hereby ordered to plug and abandon the Martin Well No. 2, located in Unit N of Section 34, Township 30 North, Range 11 West, NMPM, San Juan County, New Mexico, or in the alternative, to return the well to active drilling status or place the well on production on or before January 1, 1980.

(2) That Phillips and Spence, prior to plugging and abandoning the above-described well, shall obtain from the Aztec office of the Division, a Division-approved program for said plugging and abandoning, and shall notify said Aztec 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 hereinabove designated.

STATE OF NEW MEXICO GIL CONSERVATION DIVISION Ì Uni JOE D. RAMEY Director

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