

CASE 13373: Continued from November 18, 2004, Examiner Hearing.

Application of the New Mexico Oil Conservation Division for a Compliance Order. The Applicant seeks an order determining that Orbit Energy Inc. knowingly and willfully violated 19.15.4.201 NMAC, requiring Orbit Energy Inc. to bring five wells into compliance with 19.15.4.201 NMAC by a date certain; assessing appropriate civil penalties; and, in the event of non-compliance, authorizing the Division to plug said wells and forfeit the applicable financial assurances, and for such other relief as the Director deems appropriate. The affected wells are: Farrell Federal #010, API 30-041-10446, F-28-7S-33E; James McFarland #004, API 30-041-10567, L-20-7S-33E; Humble Federal #005, API 30-041-20116, B-26-7S-32E; State BA #001, API 30-041-10003, A-34-7S-35E; and the State BA #002, API 30-041-20048, H-34-7S-35E. The wells are located approximately 30 miles southwest of Portales in Roosevelt County, New Mexico.

CASE 13374: Continued from November 18, 2004, Examiner Hearing.

Application of the New Mexico Oil Conservation Division for a Compliance Order. The Applicant seeks an order determining that MGM Oil & Gas Co. knowingly and willfully violated NMSA 1978, Section 70-2-31(B)(2), 19.15.13.115.A NMAC and 19.15.4.201 NMAC; requiring MGM Oil & Gas Co. to bring six wells into compliance with 19.15.4.201 NMAC; assessing appropriate civil penalties; and in the event of non-compliance, authorizing the Division to plug said wells and forfeit the applicable plugging bond. The affected wells are: Kemnitz Wolfcamp Unit #6, API 30-025-01918, M-19-16S-34E; Kemnitz Wolfcamp Unit #9, API 30-025-01921, M-20-16S-34E; Kemnitz Wolfcamp Unit #19, API 30-025-01272, C-25-16S-33E; Kemnitz Wolfcamp Unit #21, API 30-025-01274, E-25-16S-33E; Kemnitz Wolfcamp Unit #22, API 30-025-01273, G-25-16S-33E; and the Kemnitz Wolfcamp Unit #28, API 30-025-01944, K-30-16S-34E. The affected wells are located on a lease approximately 14 miles West and 4 miles South of Lovington in Lea County, New Mexico.

CASE 13371: Continued from November 18, 2004, Examiner Hearing

Application of the New Mexico Oil Conservation Division for a Compliance Order. The Applicant seeks an order requiring Lindenmuth & Associates, Inc. to bring one well into compliance with 19.15.4.201 NMAC; imposing a civil penalty; authorizing the Division to plug said well in the event of noncompliance and forfeit the applicable financial assurance; and for such other relief as the Director deems appropriate. The affected well is the Post #001 well, API #30-025-27984, located at Unit Letter N, Section 1, Township 14 South, Range 37 East; approximately 15 miles northeast of Lovington in Lea County New Mexico.

CASE 13396: In the matter of the hearing called by the Oil Conservation Division for an order creating and extending certain pools in Chaves and Eddy Counties, New Mexico.

(a) CREATE a new pool in Eddy County, New Mexico classified as a gas pool for Atoka production and designated as the Cottonwood Levee-Atoka Gas Pool (Pool Code 97402). The discovery well is the Yates Petroleum Corporation Clarence "BCU" Well No. 1 (API No. 30-015-33148) located in Unit D of Section 14, Township 16 South, Range 26 East, NMPM. Said pool would comprise:

TOWNSHIP 16 SOUTH, RANGE 26 EAST, NMPM
Section 14: W/2

(b) CREATE a new pool in Eddy County, New Mexico classified as a gas pool for Morrow production and designated as the Northeast Fren-Morrow Gas Pool (Pool Code 96996). The discovery well is the Texaco Exploration and Production, Inc. Texmack "36" State Well No. 1 (API No. 30-015-30743) located in Unit C of Section 36, Township 16 South, Range 31 East, NMPM. Said pool would comprise:

TOWNSHIP 16 SOUTH, RANGE 31 EAST, NMPM
Section 36: N/2

(c) CREATE a new pool in Eddy County, New Mexico classified as a gas pool for Atoka production and designated as the Hess Hills-Atoka Gas Pool (Pool Code 97398). The discovery well is the Yates Petroleum Corporation Chimay "BAO" State Well No. 1 (API No. 30-015-32508) located in Unit E of Section 2, Township 24 South, Range 23 East, NMPM. Said pool would comprise:

TOWNSHIP 24 SOUTH, RANGE 23 EAST, NMPM
Section 2: N/2