

supervision, designation of Matrix New Mexico Operating Company, LLC as operator of the well and a charge for risk involved in drilling said well. Said area is located approximately 3 miles Southwest of Bronco, Texas.

**CASE 13359:***Continued from November 4, 2004, Examiner Hearing*

**Application of Mewbourne Oil Company for Compulsory Pooling, Lea County, New Mexico.** Applicant seeks an order pooling all mineral interests from the surface to the base of the Morrow formation underlying the following described acreage in Section 9, Township 21 South, Range 35 East, and in the following manner: The N/2 to form a standard 320-acre gas spacing and proration unit for any and all formations developed on 320-acre spacing within that vertical extent, including the Undesignated South Osudo-Morrow Gas Pool; the NE/4 to form a standard 160-acre gas spacing and proration unit for any and all formations developed on 160-acre spacing within that vertical extent, including the Undesignated South Osudo-Wolfcamp Gas Pool; and the SE/4 NE/4 to form a standard 40-acre oil spacing and proration unit for any and all formations developed on 40-acre spacing within that vertical extent, including the Undesignated Osudo-Wolfcamp Pool and Undesignated Osudo-Strawn Pool. The units are to be dedicated to the proposed Osudo "9" State Com. Well No. 1, to be drilled at an orthodox location in the SE/4 NE/4 (Unit H) of Section 9. Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision, designation of applicant as operator of the well, and a 200% charge for the risk involved in drilling.

**CASE 13373:***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:***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 4, 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.