STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION 4 04

APPLICATION OF THE NEW MEXICO OIL CONSERVATION DIVISION FOR AN ORDER REQUIRING FI-RO CORP. TO PLUG SIX WELLS AND ORDERING A FORFEITURE OF APPLICABLE FINANCIAL ASSURANCE IN EVENT OF OPERAOR'S NON-COMPLIANCE; EDDY COUNTY, NEW MEXICO.

CASE NO. 13657

APPLICATION FOR PLUGGING AND FORFEITURE OF BOND

1. Fi-Ro Corp. ("Operator") is the operator of the following wells (the subject wells) in Eddy County, New Mexico:

Well Name	API No.	Location
Eddy 35 State No. 1	30-015-23044	1980 FNL, 1980 FEL G-35-18S-24E
Fo Fo No. 1	30-015-22866	2310 FNL, 990 FWL E-32-19S-27E
Fo Fo No. 2	30-015-22867	1650 FNL, 1650 FWL F-32-19S-27E
Fo Fo No. 3	30-015-22868	1650 FNL, 990 FWL E-32-19S-27E
Tidewater State No. 1	30-015-04656	2310 FNL, 1650 FEL G-36-19S-30E
Tidewater State No. 2	30-015-04655	1650 FSL, 1650 FEL J-36-19S-30E

- 2. Operator has no applicable financial assurance.
- 3. The subject wells have been inactive for more than one year plus ninety days, and have not been approved for temporary abandonment.

WHEREFORE, the Supervisor of District II of the Division requests an order:

- A. Determining that the subject wells should be plugged and abandoned in accordance with a Division-approved plugging program.
- B. Directing the Operator to plug the subject wells by a date certain, and thereafter to remediate the sites in accordance with OCD Rules.
- C. Ordering that if the Operator fails to plug the subject wells within the time provided, the Division be authorized: (i) to plug the subject wells and remediate the sites; and (ii) to take necessary and appropriate measures to recover from the Operator any costs of plugging the subject wells in excess of the amount of the applicable financial assurance.

RESPECTFULLY SUBMITTED,

David K. Brooks

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Case No. ____/3657 . Application of the New Mexico Oil Conservation Division for an Order Requiring Fi-Ro Corporation to Plug Six Wells Eddy County, New Mexico. The Applicant seeks an order requiring Fi-Ro Corp. to plug the following wells:

Well Name	API No.	Location
Eddy 35 State No. 1	30-015-23044	1980 FNL, 1980 FEL G-35-18S-24E
Fo Fo No. 1	30-015-22866	2310 FNL, 990 FWL E-32-19S-27E
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