

17-19S-29E, 30-015-26837; STATE C #001, M-20-21S-35E, 30-025-03485; STATE HL #001, L-2 -23S-33E, 30-025-26492; STATE M #001, M-36-17S-27E, 30-015-24612.

The wells are located in the southwest corner of New Mexico, south of Lovington and east of Carlsbad in Lea and Eddy Counties.

5. **CASE 13979:** (Continued from the October 18, 2007 Examiner Hearing.)

Application of the New Mexico Oil Conservation Division for a Compliance Order against McDonnold Operating Inc. Applicant seeks an Order requiring McDonnold Operating Inc. to remit payment of the penalty assessment provided for by ACOI 80, and seeks further Order requiring McDonnold Operating Inc. to bring eleven (11) wells into compliance with 19.15.4.201 NMAC; authorizing the Division to plug said wells in the event of noncompliance and forfeit the applicable financial assurance; imposing civil penalties, and for such other relief as the Director deems appropriate. The wells involved in this matter include the following:

30-025-04408	BAY FEDERAL #003	D-35-20S-36E	Lea County
30-041-20349	CITGO STATE #001	M-16-08S-38E	Roosevelt County
30-025-11277	JACK A 29 #002	I-29-24S-37E	Lea County
30-025-11279	JACK A 29 #004	O-29-24S-37E	Lea County
30-025-11174	LANGLIE JACK UNIT #004	B-20-24S-37E	Lea County
30-025-11173	LANGLIE JACK UNIT #006	D-20-24S-37E	Lea County
30-025-11172	LANGLIE JACK UNIT #007	F-20-24S-37E	Lea County
30-025-11268	LITIE WOOLWORTH #004	L-28-24S-37E	Lea County
30-025-30870	RED CLOUD #002	M-3 -25S-37E	Lea County
30-025-24814	STATE A 16 #001	M-16-24S-37E	Lea County
30-041-20325	STATE CO #001	L-16-08S-38E	Roosevelt County

The two wells in Roosevelt County are located approximately fifteen (15) miles East of Milnesand, New Mexico. The *Bay Federal #003* well is located approximately five (5) miles South of Monument, New Mexico. The remaining eight (8) wells are located approximately three (3) to ten (10) miles north of Jal, New Mexico.

6. **CASE 14053:** **Application of the New Mexico Oil Conservation Division for a Compliance Order against J. Warren Hanson d/b/a Hanson Energy.** The Applicant seeks an order finding that operator is in violation of 19.15.4.201 NMAC as to twenty-five wells, requiring operator to return the wells to compliance by a date certain, and in the event of non-compliance assessing penalties and authorizing the division to plug said wells and forfeit the applicable financial assurance. The affected wells are: Berry A #011, 30-015-00498, K-24-17S-27E; Berry A #022, 30-015-00497, K-24-17S-27E; Berry A #026, 30-015-00501, O-24-17S-27E; Berry B #025, 30-015-00578, G-25-17S-27E; Berry Federal #027, 30-015-00483, E-24-17S-27E; Berry Federal #029, 30-015-00472, F-23-17S-27E; Berry Federal #030, 30-015-21510, O-23-17S-27E; Berry Federal #034, 30-015-31113, G-23-17S-27E; Donnelly Kelly State #002, 30-015-02644, O-8-18S-28E; Donnelly Kelly State #003, 30-015-23815, O-8-18S-28E; Saunders A #011, 30-015-24123, B-13-17S-27E; Saunders B #003, 30-015-22725, A-13-17S-27E; Spurck State #009, 30-015-30997, F-24-17S-27E; State AE #001, 30-015-25402, G-4-18S-28E; State AE #002, 30-015-25403, F-4-18S-28E; Vandagriff #003, 30-015-01323, I-5-17S-28E; Vandagriff #005, 30-015-01318, J-5-17S-28E; Vandagriff #007, 30-015-01320, J-5-17S-28E; Vandagriff #008, 30-015-01321, H-5-17S-28E; Vandagriff #009, 30-015-01322, O-5-17S-28E; Vandagriff #010, 30-015-01329, B-8-17S-28E; Vandagriff #011, 30-015-01325, I-5-17S-28E; West Artesia Grayburg Unit #016, 30-015-02641, M-8-18S-28E; West Artesia Grayburg Unit #022, 30-015-23639, L-8-18S-28E; West Artesia Grayburg Unit #024, 30-015-23724, M-8-18S-28E. The wells are located between Artesia and Loco Hills in Eddy County, New Mexico.

7. **CASE 14054:** **Application of the New Mexico Oil Conservation Division for a Compliance Order against Kimlar Oil Company.** The Applicant seeks an order finding operator in violation of 19.15.3.116 and 19.15.9.703 NMAC; requiring operator to bring the wells into compliance with 19.15.3.116 and 19.15.9.703 by a date certain; and assessing penalties. The affected wells are: