DOCKET: EXAMINER HEARING - THURSDAY – JUNE 26, 2008

8:15 A.M. - 1220 South St. Francis Santa Fe, New Mexico

Docket Nos. 23-08 and 24-08 are tentatively set for July 10, 2008 and July 24, 2008. Applications for hearing must be filed at least 30 days in advance of hearing date. OCD Rule 1211.B requires parties who intend to present evidence at an adjudicatory hearing to file a pre-hearing statement no later than the Thursday before the hearing, and serve a copy on opposing counsel of record. If the OCD does not receive a pre-hearing statement from the applicant by the close of business on the Thursday before the hearing, the hearing may be continued or dismissed by order of the examiner. If a protesting party fails to submit a timely pre-hearing statement, the hearing may be continued at the applicant's request. The following cases will be heard by an Examiner.

Locator Key for Cases
Case 14078 - No.1
Case 14099 - No.5
Case 14123 - No.12
Case 14124 - No.11
Case 14129 - No.2
Case 14132 - No.6
Case 14136 - No.3
Case 14138 - No.10
Case 14142 - No.4
Case 14143 - No.7
Case 14144 - No.8
Case 14145 - No.9

1. <u>CASE 14078</u>: (Continued from the March 20, 2008 Examiner Hearing.)

Application of the New Mexico Oil Conservation Division for a Compliance Order against ERS Resources, LLC. Applicant seeks an Order finding that Operator is in violation of 19.15.4.201 NMAC as to thirty-two wells, requiring Operator to bring the wells to compliance with 19.15.4.201 NMAC by a date certain, and authorizing the Division to forfeit the financial assurance and plug the wells in the event of Operator's noncompliance with the Order. The affected wells are:

•	Artesia Metex Unit No. 005;	30-015-00945;	L-24-18S-27E
•	Artesia Metex Unit No. 006;	30-015-00941;	K-24-18S-27E
•	Artesia Metex Unit No. 008;	30-015-00944;	I-24-18S-28E
•	Artesia Metex Unit No. 011;	30-015-01940;	3-19-18S-28E
•	Artesia Metex Unit No. 012;	30-015-01964;	K-19-18S-28E
•	Artesia Metex Unit No. 013;	30-015-01951;	J-19-18S-28E
•	Artesia Metex Unit No. 014;	30-015-01947;	J-19-18S-28E
•	Artesia Metex Unit No. 016;	30-015-00942;	M-24-18S-27E
•	Artesia Metex Unit No. 020;	30-015-01196;	P-24-18S-27E
•	Artesia Metex Unit No. 021;	30-015-01942;	4-19-18S-28E
•	Artesia Metex Unit No. 022;	30-015-01965;	N-19-18S-28E
•	Artesia Metex Unit No. 023;	30-015-01941;	N-19-18S-28E
•	Artesia Metex Unit No. 024;	30-015-01949;	O-19-18S-28E
•	Artesia Metex Unit No. 026;	30-015-00962;	A-26-18S-27E
•	Artesia Metex Unit No. 027;	30-015-00951;	D-25-18S-27E
•	Artesia Metex Unit No. 029;	30-015-01194;	B-25-18S-27E
•	Artesia Metex Unit No. 031;	30-015-02139;	1-30-18S-28E
•	Artesia Metex Unit No. 032;	30-015-02140;	C-30-18S-28E
•	Artesia Metex Unit No. 035;	30-015-00963;	H-26-18S-27E
•	Artesia Metex Unit No. 036;	30-015-00952;	E-25-18S-27E
•	Artesia Metex Unit No. 039;	30-015-00948;	G-25-18S-27E

Examiner Hearing –June 26, 2008 Docket No. 22-08 Page 2 of 4

•	Artesia Metex Unit No. 040;	30-015-00954;	H-25-18S-27E
•	Artesia Metex Unit No. 041;	30-015-02136;	2-30-18S-28E
•	Artesia Metex Unit No. 042;	30-015-02138;	F-30-18S-28E
•	Artesia Metex Unit No. 044;	30-015-01190;	I-26-18S-27E
•	Artesia Metex Unit No. 045;	30-015-00959;	L-25-18S-27E
•	Artesia Metex Unit No. 049;	30-015-02141;	K-30-18S-28E
•	Artesia Metex Unit No. 051;	30-015-00966;	P-26-18S-27E
•	Artesia Metex Unit No. 052;	30-015-00960;	M-25-18S-27E
•	Artesia Metex Unit No. 054;	30-015-00956;	O-25-18S-27E
•	Artesia Metex Unit No. 056;	30-015-00987;	A-35-18S-27E
•	Artesia Metex Unit No. 058;	30-015-00991;	C-36-18S-27E

The Artesia Metex Unit No. 027, Artesia Metex Unit No. 036, and Artesia Metex Unit No. 058, are located approximately 8 miles southeast of Artesia, in Eddy County, New Mexico.

The Artesia Metex Unit No. 005 and Artesia Metex Unit No. 006 are located approximately 9 miles southeast of Artesia, in Eddy County, New Mexico.

The Artesia Metex Unit No. 016, Artesia Metex Unit No. 026, Artesia Metex Unit No. 029, Artesia Metex Unit No. 035, Artesia Metex Unit No. 045, Artesia Metex Unit No. 052, and Artesia Metex Unit No. 056, are located approximately 10 miles southeast of Artesia, in Eddy County, New Mexico.

The Artesia Metex Unit No. 040 is located approximately 11 miles southeast of Artesia, in Eddy County, New Mexico.

The Artesia Metex Unit No. 020, Artesia Metex Unit No. 032, Artesia Metex Unit No. 039, Artesia Metex Unit No. 042, Artesia Metex Unit No. 044, Artesia Metex Unit No. 051, and Artesia Metex Unit No. 054, are located approximately 12 miles southeast of Artesia, in Eddy County, New Mexico.

The Artesia Metex Unit No. 011, Artesia Metex Unit No. 012, Artesia Metex Unit No. 013, Artesia Metex Unit No. 014, Artesia Metex Unit No. 021, Artesia Metex Unit No. 031, and Artesia Metex Unit No. 041, are located approximately 13 miles southeast of Artesia, in Eddy County, New Mexico.

The Artesia Metex Unit No. 022, Artesia Metex Unit No. 023, and Artesia Metex Unit No. 049, are located approximately 14 miles southeast of Artesia, in Eddy County, New Mexico.

The Artesia Metex Unit No. 008 and Artesia Metex Unit No. 024 are located approximately 16 miles southeast of Artesia, in Eddy County, New Mexico.

2. CASE 14129: (Continued from the May 29, 2008 Examiner Hearing.)

Application of the New Mexico Oil Conservation Division for a Compliance Order against General Operating Company, Gene A. Snow and/or Snow Oil & Gas, Inc. The Applicant seeks an order determining the operator or operators of the Kleeman #001, 30-015-00250, Section 27, Township 18S, Range 26E; finding the operator(s) in violation of 19.15.4.201 NMAC as to said well; requiring operator(s) to bring the well into compliance with 19.15.4.201 NMAC by a date certain and authorizing the division to plug the well and forfeit the applicable financial assurance in the event of non-compliance. The well is located approximately 10 miles southeast of Artesia in Eddy County, New Mexico.

3. CASE 14136: (Continued from the June 12, 2008 Examiner Hearing.)

Application of the New Mexico Oil Conservation Division for an Compliance Order against Mesquite SWD, Inc., suspending Mesquite's authority to inject in the Exxon State No. 008 under Order No. SWD-180 until Mesquite shows that the injected fluids are not escaping to unauthorized injection zones. The affected well is the:

• Exxon State No. 008; 30-015-22055; O-15-21S-27E.

The well is located approximately 9 miles Northeast of Carlsbad, in Eddy County, New Mexico.