

**CASE 12795:** Continued from February 7, 2002, Examiner Hearing.

Application of Chaparral Energy, Inc. for an unorthodox gas well location, Lea County, New Mexico. Applicant seeks an exception to Division Rule 104.C (3) for its existing Crosby Deep Well No. 1 (API No. 30-025-23891), to be recompleted up-hole into the Devonian formation at an unorthodox gas well location 330 feet from the South line and 1980 feet from the West line (Unit N) of Section 28, Township 25 South, Range 37 East. The SW/4 of Section 28 is to be dedicated to this well in order to form a standard 160-acre gas spacing and proration unit for the Crosby-Devonian Gas Pool. This unit is located approximately two miles east of Jal, New Mexico.

**CASE 12823:** Application of the New Mexico Oil Conservation Division for an Order Requiring M & G Oil, Inc. to Properly Plug Four (4) Wells, Imposing Civil Penalties in Event of Failure to Comply, Authorizing the Division to Plug Said Wells in Default of Compliance by M & G Oil Inc. or Its Surety, and Ordering a Forfeiture of Applicable Plugging Bond; Lea County, New Mexico. The Applicant seeks an order requiring M & G Oil, Inc., the operator of Four (4) inactive wells in Lea County, New Mexico, to properly plug and abandon the same, imposing civil penalties in event of failure to comply, authorizing the Division to plug said wells if the operator or its sureties fails to do so, forfeiting Operator's plugging bond, and providing for such other relief as the Director deems appropriate. The affected wells are the following:

| <u>Operator</u> | <u>Well Name</u>      | <u>API No.</u> | <u>Location</u> |
|-----------------|-----------------------|----------------|-----------------|
| M & G Oil Inc.  | State K No. 1         | 30-025-22241   | O-02-10S-33E    |
| M & G Oil Inc.  | Santa Fe No. 1        | 30-025-04980   | C-30-09S-37E    |
| M & G Oil Inc.  | Morton Federal No. 2  | 30-025-23339   | F-12-09S-35E    |
| M & G Oil Inc.  | Walker 686 Ltd. No. 1 | 30-025-03561   | 7-06-09S-36E    |

**CASE 12824:** Application of the New Mexico Oil Conservation Division for an Order Requiring Cecil Lee's Company to Properly Plug Two (2) Wells, Imposing Civil Penalties in Event of Failure to Comply, Authorizing the Division to Plug Said Wells in Default of Compliance by Cecil Lee's Company or Its Surety, and Ordering a Forfeiture of Applicable Plugging Bond; Lea County, New Mexico. The Applicant seeks an order requiring Cecil Lee's Company, the operator of Two (2) inactive wells in Lea County, New Mexico, to properly plug and abandon the same, imposing civil penalties in event of failure to comply, authorizing the Division to plug said wells if the operator or its sureties fails to do so, forfeiting Operator's plugging bond, and providing for such other relief as the Director deems appropriate. The affected wells are the following:

| <u>Operator</u>     | <u>Well Name</u>              | <u>API No.</u> | <u>Location</u> |
|---------------------|-------------------------------|----------------|-----------------|
| Cecil Lee's Company | Landreth State No. 1          | 30-025-25595   | M-15-10S-36E    |
| Cecil Lee's Company | Crossroad Devonian Unit No. 1 | 30-025-20735   | O-16-10S-36E    |

**CASE 12825:** Application of the New Mexico Oil Conservation Division for an Order Requiring Leigh Operating Company to Properly Plug Two (2) Wells, Imposing Civil Penalties in Event of Failure to Comply, Authorizing the Division to Plug Said Wells in Default of Compliance by Leigh Operating Company or Its Surety, and Ordering a Forfeiture of Applicable Plugging Bonds; Lea County, New Mexico. The Applicant seeks an order requiring Leigh Operating Company, the operator of Two (2) inactive wells in Lea County, New Mexico, to properly plug and abandon the same, imposing civil penalties in event of failure to comply, authorizing the Division to plug said wells if the operator or its sureties fails to do so, forfeiting Operator's plugging bond, and providing for such other relief as the Director deems appropriate. The affected wells are the following:

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| Operator            | Well Name           | API No.      | Location     |
|---------------------|---------------------|--------------|--------------|
| Leigh Operating Co. | Caudill State No. 1 | 30-025-27461 | K-26-15S-36E |
| Leigh Operating Co. | Caudill State No. 2 | 30-025-27637 | B-26-15S-36E |

**CASE 12771-A: Continued from November 15, 2001, Examiner Hearing.**

Application of the New Mexico Oil Conservation Division for an Order Requiring Operators to Bring Forty-Six (46) Wells into Compliance with Rule 201.B, and Assessing Appropriate Civil Penalties; Lea and Roosevelt Counties, New Mexico. The Applicant seeks an order requiring the operators of 46 inactive wells located in Lea and Roosevelt Counties, New Mexico, to bring said wells into compliance with OCD Rule 201.B by either restoring said wells to production or beneficial use, plugging and abandoning said wells or securing Division approval for temporary abandonment thereof. The affected wells are the following:

| <u>OPERATOR</u>                           | <u>WELL NAME AND NO.</u>       | <u>API #</u> | <u>ULSTR</u>  | <u>CO.</u> |
|---|--------------------------------|--------------|---------------|------------|
| PRONGHORN MANAGEMENT CORP                 | FOWLER B #001                  | 30-025-28197 | K-06-19S-38E  | Lea        |
| PRONGHORN MANAGEMENT CORP                 | J F BLACK #003                 | 30-025-11182 | B-21-24S-37E  | Lea        |
| PRONGHORN MANAGEMENT CORP                 | J F BLACK #004                 | 30-025-11183 | F-21-24S-37E  | Lea        |
| PRONGHORN MANAGEMENT CORP                 | J F BLACK #005                 | 30-025-21401 | K-21-24S-37E  | Lea        |
| PRONGHORN MANAGEMENT CORP                 | JENNINGS FEDERAL #004          | 30-025-25149 | K-14-24S-32E  | Lea        |
| PRONGHORN MANAGEMENT CORP                 | MARSHALL #001                  | 30-025-08358 | 4-19-23S-33E  | Lea        |
| PRONGHORN MANAGEMENT CORP                 | MARSHALL #005                  | 30-025-25000 | F-19-23S-33E  | Lea        |
| PRONGHORN MANAGEMENT CORP                 | NEW MEXICO BZ STATE NCT 5 #003 | 30-025-03523 | E-29-21S-35E  | Lea        |
| PRONGHORN MANAGEMENT CORP                 | NEW MEXICO BZ STATE NCT 5 #004 | 30-025-03524 | F-29-21S-35E  | Lea        |
| PRONGHORN MANAGEMENT CORP                 | NEW MEXICO BZ STATE NCT 5 #005 | 30-025-32362 | D-29-21S-35E  | Lea        |
| PRONGHORN MANAGEMENT CORP                 | NEW MEXICO DL STATE #006       | 30-025-28659 | P-18-23S-33E  | Lea        |
| PRONGHORN MANAGEMENT CORP                 | STATE T #001                   | 30-025-03734 | 13-06-16S-36E | Lea        |
| PRONGHORN MANAGEMENT CORP                 | STATE T #002                   | 30-025-03735 | 12-06-16S-36E | Lea        |
| PRONGHORN MANAGEMENT CORP                 | STATE T #003                   | 30-025-03736 | 14-06-16S-36E | Lea        |
| PRONGHORN MANAGEMENT CORP                 | STATE T #004                   | 30-025-03737 | 11-06-16S-36E | Lea        |
| PRONGHORN MANAGEMENT CORP                 | GILA 4 DEEP #001               | 30-025-30872 | G-04-25S-33E  | Lea        |
| PRONGHORN MANAGEMENT CORP                 | J F BLACK #006                 | 30-025-21478 | F-21-24S-37E  | Lea        |
| PRONGHORN MANAGEMENT CORP                 | J F BLACK #007                 | 30-025-21479 | C-21-24S-37E  | Lea        |
| SABA ENERGY OF TEXAS INC                  | SAN SIMON 5 STATE #002         | 30-025-28480 | G-05-22S-35E  | Lea        |
| SABA ENERGY OF TEXAS INC                  | FERN GUYE #001                 | 30-025-34488 | M-05-13S-36E  | Lea        |
| SANTA FE ENERGY OPERATING PARTNERS, L. P. | WHITE SWAN 9 FEDERAL #003      | 30-025-32301 | J-09-22S-32E  | Lea        |
| SMITH & MARRS INC                         | AMERICAN EAGLE #001            | 30-025-27163 | M-22-26S-36E  | Lea        |
| SMITH & MARRS INC                         | CHRISITE #001                  | 30-025-22991 | A-19-11S-33E  | Lea        |
| SMITH & MARRS INC                         | LEA KN STATE #002              | 30-025-21070 | B-17-17S-37E  | Lea        |
| SMITH & MARRS INC                         | SHULTS #002                    | 30-025-05020 | P-13-12S-37E  | Lea        |
| SMITH & MARRS INC                         | STATE HTA #001                 | 30-025-21329 | B-36-12S-33E  | Lea        |
| SMITH & MARRS INC                         | AZTEC STATE COM #003           | 30-025-27575 | 4-18-16S-37E  | Lea        |

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|------------------------|--------------------------|--------------|--------------|-----------|
| SMITH & MARRS INC      | CORTLAND MYERS UNIT #006 | 30-025-11200 | J-22-24S-37E | Lea       |
| SMITH & MARRS INC      | JAMISON #005             | 30-025-21152 | H-21-24S-37E | Lea       |
| SMITH & MARRS INC      | KNIGHT #006              | 30-025-20355 | P-21-24S-37E | Lea       |
| SMITH & MARRS INC      | KNIGHT #007              | 30-025-20354 | I-21-24S-37E | Lea       |
| SMITH & MARRS INC      | KNIGHT #008              | 30-025-20353 | L-22-24S-37E | Lea       |
| SMITH & MARRS INC      | KNIGHT #009              | 30-025-20352 | L-22-24S-37E | Lea       |
| SMITH & MARRS INC      | KNIGHT #010              | 30-025-20351 | M-22-24S-37E | Lea       |
| SMITH & MARRS INC      | KNIGHT #011              | 30-025-20350 | M-22-24S-37E | Lea       |
| SMITH & MARRS INC      | KNIGHT #012              | 30-025-21154 | P-21-24S-37E | Lea       |
| SMITH & MARRS INC      | KNIGHT #013              | 30-025-20613 | P-21-24S-37E | Lea       |
| SMITH & MARRS INC      | MR WILLS FEDERAL #001    | 30-025-28499 | D-34-26S-37E | Lea       |
| SMITH & MARRS INC      | NEW MEXICO CV STATE #002 | 30-025-26048 | P-28-26S-36E | Lea       |
| SMITH & MARRS INC      | STATE HTB SWD #001       | 30-025-21671 | 1-31-12S-34E | Lea       |
| TEXLAND PETROLEUM, INC | J R HOLT #002            | 30-025-30582 | 3-02-17S-37E | Lea       |
| TEXLAND PETROLEUM, INC | W D GRIMES NCT A #016    | 30-025-22627 | D-32-18S-38E | Lea       |
| W H BRININSTOOL        | SHEARN STATE #001        | 30-025-27998 | 2-32-26S-37E | Lea       |
| SMITH & MARRS INC      | HAYES #003               | 30-041-00186 | L-29-08S-37E | Roosevelt |
| SMITH & MARRS INC      | HAYES #004               | 30-041-00187 | N-29-08S-37E | Roosevelt |
| SMITH & MARRS INC      | LAS CRUCES B #001        | 30-041-00234 | 1-30-08S-37E | Roosevelt |