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STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

CASE NO. 7747
Order No. R-7226

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION ON ITS OWN MOTION TO PERMIT JACK F. GRIMM, N. B. HUNT, GEORGE R. BROWN & AM-ARTIC, LTD., THE TRAVELERS INDEMNITY COMPANY, AND ALL OTHER INTERESTED PARTIES TO APPEAR AND SHOW CAUSE WHY THE MOBIL-32 WELL NO. 1 LOCATED IN UNIT D OF SECTION 32, TOWNSHIP 25 SOUTH, RANGE 1 EAST, DONA ANA COUNTY, SHOULD NOT BE PLUGGED AND ABANDONED IN ACCORDANCE WITH A DIVISION-APPROVED PLUGGING PROGRAM.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on February 16, 1983, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 2nd day of March, 1983, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

(1) That due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) That Jack F. Grimm, N. B. Hunt, George R. Brown & AM-Artic, Ltd. are the owners and operator of the Mobil-32 Well No. 1, located in Unit D of Section 32, Township 25 South, Range 1 East, NMPM, Dona Ana County, New Mexico.

(3) That The Travelers Indemnity Company is the surety on the Oil Conservation Division plugging bond on which Jack F. Grimm, N. B. Hunt, George R. Brown & AM-Artic are principal.

(4) That the purpose of said bond is to assure the state that the subject Mobil-32 Well No. 1 will be properly plugged and abandoned when not capable of commercial production.

(5) That in order to prevent waste and protect correlative rights said Mobil-32 Well No. 1 should be plugged and abandoned in accordance with a program approved by the Artesia District Office of the New Mexico Oil Conservation Division on or before June 1, 1983, or the well should be returned to active drilling status or placed on production.

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IT IS THEREFORE ORDERED:

(1) That Jack F. Grimm, N. B. Hunt, George R. Brown, AM-Artic, Ltd. and The Travelers Indemnity Company are hereby ordered to plug and abandon the Mobil-32 Well No. 1, located in Unit D of Section 32, Township 25 South, Range 1 East, NMPM, Dona Ana County, New Mexico, or in the alternative, to return the well to active drilling status or place the well on production on or before June 1, 1983.

(2) That Jack F. Grimm, N. B. Hunt, George R. Brown, AM-Artic, Ltd. and The Travelers Indemnity Company, prior to plugging and abandoning the above-described well, shall obtain from the Artesia office of the Division, a Division-approved program for said plugging and abandoning, and shall notify said Artesia office of the date and hour said work is to be commenced whereupon the Division may, at its option, witness such work.

(3) That jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinafter designated.



STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

Joe D. Ramey
JOE D. RAMEY,
Director