

Examiner Hearing – October 24, 2002

Docket No. 33-02

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CASE 12945: Continued from October 10, 2002, Examiner Hearing.

Application of the New Mexico Oil Conservation Division for an Order Requiring OK Operating Co. 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 OK Operating Co., and Ordering a Forfeiture of Applicable Plugging Bond, if Any; Lea County, New Mexico. The Applicant seeks an order requiring OK Operating Co., 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 fails to do so, forfeiting Operator's plugging bond, if any, 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>
OK Operating Co.	Arco Federal No. 1	30-025-27639	E-04-10S-38E
OK Operating Co.	Arco Federal No. 2	30-025-27669	3-04-10S-38E

CASE 12946: Continued from October 10, 2002, Examiner Hearing.

Application of the New Mexico Oil Conservation Division for an Order Requiring Gladstone Resources, Inc. 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 Gladstone Resources, Inc., and Ordering a Forfeiture of Applicable Plugging Bonds; Lea County, New Mexico. The Applicant seeks an order requiring Gladstone Resources, Inc., 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 fails to do so, forfeiting Operator's plugging bonds, 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>
Gladstone Resources	McGarrity Well No.1	30-025-22245	N-06-20S-38E
Gladstone Resources	McNeill Well No. 1	30-025-26880	A-27-19S-38E

CASE 12947: Continued from October 10, 2002, Examiner Hearing.

Application of the New Mexico Oil Conservation Division for an Order Requiring Ammonite Energy Texas, Inc. to Properly Plug One (1) Well, Imposing Civil Penalties in Event of Failure to Comply, Authorizing the Division to Plug Said Well in Default of Compliance by Ammonite Energy Texas, Inc., and Ordering a Forfeiture of Applicable Plugging Bond, if Any; Lea County, New Mexico. The Applicant seeks an order requiring Ammonite Energy Texas, Inc., the operator of One (1) inactive well 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 well if the operator fails to do so, forfeiting Operator's plugging bond, if any, and providing for such other relief as the Director deems appropriate. The affected well is the following:

<u>Operator</u>	<u>Well Name</u>	<u>API No.</u>	<u>Location</u>
Ammonite Energy Texas, Inc.	Dickinson Cattle Co. 33 Well No. 2	30-025-27818	M-33-14S-38E

CASE 12948: Continued from October 10, 2002, Examiner Hearing.

Application of the New Mexico Oil Conservation Division for an Order Requiring KC Resources, 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 the Operator, and Ordering a Forfeiture of