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<u>CASE 13125</u>: Continued from January 6, 2005, Examiner Hearing.

In the matter of Case 13125 being reopened pursuant to the provisions of Division Order No. R-12069, which order promulgated temporary special pool rules for the East Dean-Wolfcamp Pool in Lea County, New Mexico, including provisions for 80-acre spacing units and designated well locations. Operators in the East Dean-Wolfcamp Pool should appear and show cause why the temporary special pool rules for this pool should not be rescinded and the pool not be developed on statewide 40-acre spacing.

CASE 13362: Continued from January 6, 2005, Examiner Hearing.

Amended Application of the New Mexico Oil Conservation Division for a Compliance Order Against KC Resources Inc. The Applicant seeks an order requiring operator KC Resources Inc. to bring two inactive wells into compliance with 19.15.4.201 NMAC by a date certain and, in the event of non-compliance, requiring KC Resources Inc. to plug and abandon both wells by a date certain and authorizing the Division to forfeit immediately the applicable plugging bond and plug both wells if KC Resources Inc. fails to meet the plugging deadline. The inactive wells are the Lea YH State #002, API #30-025-26299, P-25-18S-34E, NMPM and the Lea YH State #004, API #30-025-26687, I-25-18S-34E, NMPM, located approximately 22 miles west of Hobbs in Lea County, New Mexico.