

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

**IN THE MATTER OF THE HEARING CALLED
BY THE OIL CONSERVATION DIVISION FOR
THE PURPOSE OF CONSIDERING:**

ORDER NO. E-41

**APPLICATION OF THE NEW MEXICO OIL CONSERVATION DIVISION
COMPLIANCE AND ENFORCEMENT BUREAU FOR A COMPLIANCE
ORDER AGAINST SIANA OPERATING, LLC, FOR WELLS OPERATED IN
LEA COUNTY, NEW MEXICO.**

EMERGENCY ORDER

The New Mexico Oil Conservation Division Compliance and Enforcement Bureau, pursuant to NMSA 1978 § 70-2-23 and 19.15.2.11 NMAC, applied for an emergency order requiring Siana Operating, LLC (“Operator”) to shut-in all wells pending a compliance hearing. The division, being fully informed;

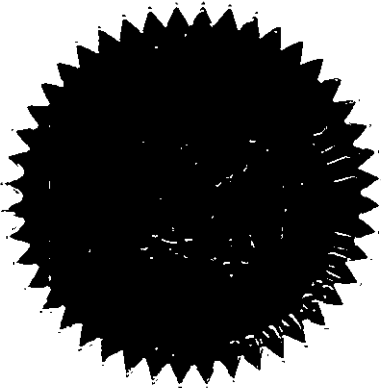
FINDS THAT:

- (1) Operator had authority transport from/inject to all wells they operate revoked on February 19, 2016 for violations of 19.15.7.24 NMAC.
- (2) As of March 9, 2016, Operator has continued injection and transportation activities on the following wells: APD Federal # 001, API No. 30-25-28554; Curry Federal #002, API No. 30-25-28647; Triple A Federal #002, API No. 30-25-27521; and possible other wells; in violation of a division directive.
- (3) The motion is well taken, and should be granted.

IT IS THEREFORE ORDERED THAT:

- (1) Pursuant to 19.15.2.11 NMAC, all of operator's wells shall be shut-in immediately, whether by closing a valve or disconnection or other means, and remain shut-in for no longer than 15 days.
- (2) The hearing on the application has been set for the March 31, 2016 Examiner docket.
- (3) Notice of the hearing shall be given at least fourteen days before the hearing, in lieu of the normal twenty-day notice period.

Done on March 9, 2016.



SEAL

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

A handwritten signature in cursive script, reading "David Catanach". The signature is written in black ink and is positioned above a horizontal line.

David Catanach
Director