

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

**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.**

**CASE NO. 15475
ORDER NO. R-14184**

ORDER OF THE DIVISION

BY THE DIVISION:

This case came on for hearing at 8:15 a.m. on April 14, 2016, at Santa Fe New Mexico, before Examiner William V. Jones and again on June 9, 2016 before Examiner Scott Dawson.

NOW, on this 28th day of June, 2016, the Division Director, having considered the testimony, the record, and the recommendations of the Examiners,

FINDS THAT:

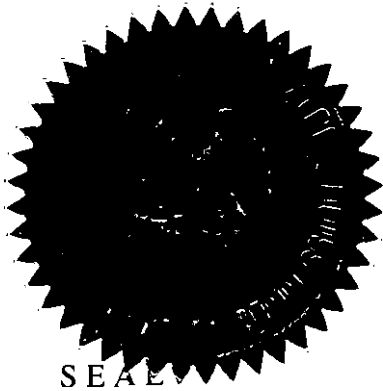
- (1) Due public notice has been given and the Division has jurisdiction of this case and the subject matter.
- (2) The Oil Conservation Division's Compliance and Enforcement Bureau ("OCD") made application for a compliance order against Siana Operating, LLC ("Siana") for wells operated in Lea County, New Mexico. The Commissioner of Public Lands through counsel appeared along with Siana and the OCD at the initial hearing on April 14, 2016.
- (3) Due notice has been provided and no other party entered an appearance or otherwise opposed this case.
- (4) After negotiations, the Director of the Oil Conservation Division and Siana Operating, LLC have entered into a Settlement Agreement. Said agreement is shown in Case No. 15475 as Exhibit A to OCD's "Motion for Dismissal" dated June 9, 2016.
- (5) The Motion for Dismissal was presented by the OCD at the June 9, 2016 hearing. Both Siana Operating, LLC and the Commissioner of Public Lands appeared at that hearing through counsel and did not object to the dismissal.

(6) The Division finds that the settlement agreement is binding and that accordingly Case No. 15475 should be dismissed.

IT IS THEREFORE ORDERED THAT:

(1) The 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 is hereby dismissed without prejudice.

Done at Santa Fe, New Mexico on the day and year hereinabove designated.



STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

David R. Catanach

DAVID R. CATANACH
Director