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

2017 20 50 50

APPLICATION OF THE NEW MEXICO OIL CONSERVATION DIVISION COMPLIANCE AND ENFORCEMENT BUREAU FOR A COMPLIANCE ORDER AGAINST PRIMAL ENERGY CORPORATION, FOR WELLS OPERATED IN LEA AND EDDY COUNTIES, NEW MEXICO

CASE NO <u>15686</u>

PRE HEARING STATEMENT

Applicant Oil Conservation Division Compliance and Enforcement Bureau (OCD or Bureau') is seeking an order declaring

- 1 That <u>Primal Energy Corporation</u>, (Primal' or Operator) is out of compliance with 19 15 8 NMAC and NMSA 1978 § 70 2 14
- 2 That Operator must comply with OCD Rules within 30 days of the issuance of a Division order
- 3 If Operator does not comply with Division order finding that Operator is out of compliance with a Division order

The Bureau supports the approval because of the following

- 1 Notice of Hearing was properly served as required by 191549 NMAC and 1915410 NMAC
- 2 The Bureau will present evidence that Operator currently has 10 wells out of compliance with Division Rule 19 15 8 NMAC

Case 15686 Pre hearing Statement Page 1 of 2

PETITIONERS'S PROPOSED EVIDENCE

WITNESS ESTIMATED TIME 5 minutes Denise Gallegos, NMOCD Bond Administrator Testimony on compliance with OCD Financial Assurance Requirements

The Bureau reserves the right to call additional witnesses not listed herein on rebuttal

PROCEDURAL MATTERS

None

Respectfully submitted this 20 day of April 2017 by

Xal 1.24____

Keith W Herrmann Energy, Minerals and Natural **Resources Department** 1220 S St Francis Drive Santa Fe, NM 87505 (505) 476-3463 (505) 476-3462 (fax) Email Keith Herrmann@state nm us Attorney for the Oil Conservation Division **Compliance and Enforcement Bureau**

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was sent electronically to the following party on April 20, 2017

No party has entered an appearance

Keith W Herrmann

Case 15686 **Pre-hearing Statement** Page 2 of 2