

14; (2) requiring Operator to return to compliance with 19.15.8 NMAC; and (3) in the event of non-compliance, finding the Operator in violation of a Division order for each day after the deadline established in the sought order to obtain acceptable financial assurance.

15. Case No. 15735: Application of The New Mexico Oil Conservation Division Compliance and Enforcement Bureau for a Compliance Order against Jack J. Grynberg, for Wells Operated in Chaves County, New Mexico. The New Mexico Oil Conservation Division Compliance and Enforcement Bureau, (“Bureau”) through its undersigned attorney, hereby files this application with the Oil Conservation Division (“OCD or Division”) pursuant to the provisions of NMSA 1978, §70-2-12 for a compliance order (1) determining operator Jack J. Grynberg (“Operator”) is out of compliance with 19.15.8 NMAC and NMSA 1978, § 70-2-14; (2) requiring Operator to return to compliance with 19.15.8 NMAC; and (3) in the event of non-compliance, finding the Operator in violation of a Division order for each day after the deadline established in the sought order to obtain acceptable financial assurance.

16. Case No. 15736: Application of The New Mexico Oil Conservation Division Compliance and Enforcement Bureau for a Compliance Order against Mar Oil and Gas Corporation, for Wells Operated in Lea County, New Mexico. The New Mexico Oil Conservation Division Compliance and Enforcement Bureau, (“Bureau”) through its undersigned attorney, hereby files this application with the Oil Conservation Division (“OCD or Division”) pursuant to the provisions of NMSA 1978, §70-2-12 for a compliance order (1) determining operator Mar Oil and Gas Corporation (“Operator”) is out of compliance with 19.15.8 NMAC and NMSA 1978, § 70-2-14; (2) requiring Operator to return to compliance with 19.15.8 NMAC; and (3) in the event of non-compliance, finding the Operator in violation of a Division order for each day after the deadline established in the sought order to obtain acceptable financial assurance.

17. Case No. 15737: Application of The New Mexico Oil Conservation Division Compliance and Enforcement Bureau for a Compliance Order against Oasis Water Solutions, LLC for Wells Operated in Lea County, New Mexico. The New Mexico Oil Conservation Division Compliance and Enforcement Bureau, (“Bureau”) through its undersigned attorney, hereby files this application with the Oil Conservation Division (“OCD or Division”) pursuant to the provisions of NMSA 1978, §70-2-12 for a compliance order (1) determining operator Oasis Water Solutions LLC (“Operator”) is out of compliance with 19.15.8 NMAC and NMSA 1978, § 70-2-14; (2) requiring Operator to return to compliance with 19.15.8 NMAC; and (3) in the event of non-compliance, finding the Operator in violation of a Division order for each day after the deadline established in the sought order to obtain acceptable financial assurance.

18. Case No. 15725: (Continued from the June 8, 2017 Examiner Hearing.) (This case will be dismissed.) Application of The New Mexico Oil Conservation Division Compliance and Enforcement Bureau for a Compliance Order against Roca Production, Inc., for Wells Operated in Lea County, New Mexico. The New Mexico Oil Conservation Division Compliance and Enforcement Bureau, (“Bureau”) through its undersigned attorney, hereby files this application with the Oil Conservation Division (“OCD or Division”) pursuant to the provisions of NMSA 1978, §70-2-12 for a compliance order (1) determining operator Roca Production, Inc. (“Operator”) is out of compliance with 19.15.8 NMAC and NMSA 1978, § 70-2-14; (2) requiring Operator to return to compliance with 19.15.8 NMAC; and (3) in the event of non-compliance, finding the Operator in violation of a Division order for each day after the deadline established in the sought order to obtain acceptable financial assurance.

19. Case No. 15695: (Continued from the June 8, 2017 Examiner Hearing.) Application of The New Mexico Oil Conservation Division Compliance and Enforcement Bureau for a Compliance Order against Norman L & Loretta E Gilbreath, for Wells Operated in Rio Arriba and San Juan Counties, New Mexico. The New Mexico Oil Conservation Division Compliance and Enforcement Bureau, (“Bureau”) through its undersigned attorney, hereby files this application with the Oil Conservation Division (“OCD or Division”) pursuant to the provisions of NMSA 1978, §70-2-12 for a compliance order (1) determining operator Norman L & Loretta E Gilbreath (“Operator”) is out of compliance with 19.15.8 NMAC and NMSA 1978, §70-2-14; (2) requiring Operator to return to compliance with 19.15.8 NMAC; and (3) in the event of non-compliance, finding the Operator in violation of a Division order for each day after the deadline established in the sought order to obtain acceptable financial assurance.

20. Case No. 15696: (Continued from the June 8, 2017 Examiner Hearing.) Application of The New Mexico Oil Conservation Division Compliance and Enforcement Bureau for a Compliance Order against Norman L Gilbreath, for Wells Operated in San Juan County, New Mexico. The New Mexico Oil Conservation Division Compliance and Enforcement Bureau, (“Bureau”) through its undersigned attorney, hereby files this application with the Oil Conservation Division (“OCD or Division”) pursuant to the provisions of NMSA 1978, §70-2-12 for a compliance order (1) determining operator Norman L Gilbreath (“Operator”) is out of compliance with 19.15.8 NMAC and NMSA 1978, §70-2-14; (2) requiring Operator to return to compliance with 19.15.8 NMAC; and (3) in the event of non-compliance, finding the Operator in violation of a Division order for each day after the deadline established in the sought order to obtain acceptable financial assurance.

21. Case No. 15704: (Continued from the June 8, 2017 Examiner Hearing.) Application of The New Mexico Oil Conservation Division Compliance and Enforcement Bureau for a Compliance Order against Rhombus Operating Co., Ltd., for Wells Operated in Lea County, New Mexico. The New Mexico Oil Conservation Division Compliance and Enforcement Bureau, (“Bureau”) through its undersigned attorney, hereby files this application with the

Examiner Hearing – June 22 2017

Docket No 22 17

Page 5 of 6

Oil Conservation Division (OCD or Division) pursuant to the provisions of NMSA 1978 §70 2 12 for a compliance order (1) determining operator Rhombus Operating Co Ltd (Operator) is out of compliance with 19 15 8 NMAC and NMSA 1978 § 70 2 14 (2) requiring Operator to return to compliance with 19 15 8 NMAC and (3) in the event of non compliance finding the Operator in violation of a Division order for each day after the deadline established in the sought order to obtain acceptable financial assurance

22 Case No 15723 (Continued from the June 8 2017 Examiner Hearing)

Application of OWL SWD Operating LLC for Authorization to Inject Lea County New Mexico Applicant seeks an order authorizing the injection of water for disposal into the Yates Seven Rivers formation in Lea County New Mexico in the following well

Bobcat SWD No 1

740 FSL & 705 FEL (Unit P)

Section 25

T 25S R 36E NMPM

Lea County New Mexico

Applicant proposes to drill the well at the above location and use it for injection of produced water at depths of 2 915 to 3 060 feet subsurface The well is located approximately one mile west of Jal New Mexico

23 Case No 15671 (Continued from the May 25 2017 Examiner Hearing)

Application of Smith and Marrs Inc for approval of lease pressure maintenance project in Eddy County New Mexico Applicant seeks approval to institute a lease pressure maintenance project in its **Superior State Well #1** located 1980 FNL and 660 FEL Unit H Section 8 Township 25 South Range 30 East N M P M Eddy County New Mexico Applicant intends to inject produced water into the Delaware Sand formation at depths of 3736 3776 feet (perforated) The well is located approximately 10 miles south east of Malaga New Mexico

24 Case No 15655 (Continued from the May 25 2017 Examiner Hearing)

Application of Black Mountain Operating LLC for a Non Standard Oil Spacing and Proration Unit Compulsory Pooling and an Unorthodox Well Location Lea County New Mexico Applicant seeks an order approving a non standard oil spacing and proration unit in the Bone Spring formation comprised of the W/2 SW/4 of Section 35 Township 21 South Range 34 East NMPM Lea County New Mexico and the W/2 W/2 of Section 2 Township 22 South Range 34 East NMPM Lea County New Mexico and pooling all mineral interests in the Bone Spring formation underlying the non standard unit The unit will be dedicated to Applicant s proposed **Grama Ridge State Com 1H well** to be drilled at an unorthodox location approximately 144 3 feet from the south line and 911 feet from the west line (surface) of Section 2 Township 22 South Range 34 East to 2371 feet from the south line and 330 feet from the west line (terminus) of Section 35 Township 21 South Range 34 East Also to be considered will be the cost of drilling and completing the well and the allocation of the cost the designation of Applicant as Operator of the well and a 200% charge for the risk involved in drilling and completing the well The well and lands are located approximately 17 miles west of Eunice New Mexico

25 Case No 15656 (Continued from the May 25 2017 Examiner Hearing)

Application of Black Mountain Operating LLC for a Non Standard Oil Spacing and Proration Unit Compulsory Pooling and an Unorthodox Well Location Lea County New Mexico Applicant seeks an order approving a non standard oil spacing and proration unit in the Bone Spring formation comprised of the E/2 SW/4 of Section 35 Township 21 South Range 34 East NMPM Lea County New Mexico and the E/2 W/2 of Section 2 Township 22 South Range 34 East NMPM Lea County New Mexico and pooling all mineral interests in the Bone Spring formation underlying the non standard unit The unit will be dedicated to Applicant s proposed **Grama Ridge State Com 3H well** to be drilled at an unorthodox location approximately 144 3 feet from the south line and 971 feet from the east line (surface) of Section 2 Township 22 South Range 34 East to 2387 feet from the south line and 1707 7 feet from the east line (terminus) of Section 35 Township 21 South Range 34 East Also to be considered will be the cost of drilling and completing the well and the allocation of the cost the designation of Applicant as Operator of the well and a 200% charge for the risk involved in drilling and completing the well The well and lands are located approximately 17 miles west of Eunice New Mexico

26 Case No 15659 (Continued from the May 25 2017 Examiner Hearing)

Application of GMT Exploration Company LLC for a non standard oil spacing and proration unit and compulsory pooling Lea County New Mexico GMT Exploration Company LLC seeks an order approving a 160 acre non standard oil spacing and proration unit (project area) in the Bone Spring formation comprised of the W/2 W/2 of Section 2 Township 22 South Range 34 East NMPM Applicant further seeks the pooling of all mineral interests in the Bone Spring formation underlying the non standard unit (project area) The unit will be dedicated to the **Pucker Rapid State Com Well No 1H** a horizontal well with a surface location in the SW/4 SW/4 and a terminus in the NW/4 NW/4 of Section 2 The beginning and end of the productive interval will be orthodox Also to be considered will be the cost of drilling and completing the well and the allocation of the cost thereof as well as actual operating costs and charges for supervision designation of applicant as operator of the well and a 200% charge for the risk involved in drilling and completing the well The unit is located approximately 12 miles west southwest of Oil Center New Mexico