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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.

21. Case No. 15737: (Continued from the June 22, 2017 Examiner Hearing.)

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.

22. <u>Case No. 15754</u>: In the matter of the hearing of the Oil Conservation Division upon its own motion for an order expanding and abolishing certain pools in McKinley, Rio Arriba, Sandoval and San Juan Counties, New Mexico.

a) ABOLISH the San Luis-Mesaverde Oil Pool (53620) in Sandoval County, New Mexico to correct nomenclature. Abolished acreage will be placed in the South San Luis-Mesaverde Oil Pool (53630). Said pool comprises the following acreage:

TOWNSHIP 18 NORTH, RANGE 3 WEST, NMPM

Section 21: NW/4 SE/4

b) ABOLISH the Torreon-Mesaverde Oil Pool (59560) in McKinley County, New Mexico to correct nomenclature. No wells have been drilled in this pool. Said pool comprises the following acreage:

TOWNSHIP 19 NORTH, RANGE 4 WEST, NMPM Section `17: All Section `18: E/2 Section 19: NE/4 Section 20: N/2 Chacra Pool Expansions: c) EXPAND the Bisti-Chacra Gas Pool (70120) in San Juan County, New Mexico, by adding: TOWNSHIP 22 NORTH, RANGE 8 WEST, NMPM Section 5: S/2 Section 6: SE/4 Section 16: N/2 Section 17: N/2 Section 18: NE/4 Section 20: NE/4 TOWNSHIP 22 NORTH, RANGE 9 WEST, NMPM Section 24: SE/4 d) EXPAND the Rusty-Chacra Gas Pool (84360) in Sandoval and San Juan Counties, New Mexico, by adding: TOWNSHIP 21 NORTH, RANGE 5 WEST, NMPM Section 18: S/2 and NW/4 TOWNSHIP 22 NORTH, RANGE 7 WEST, NMPM Section 5: N/2 TOWNSHIP 22 NORTH, RANGE 8 WEST, NMPM Section 23: SW/4 e) EXPAND the Otero-Chacra Gas Pool (92329) in Rio Arriba and San Juan Counties, New Mexico, by adding: TOWNSHIP 24 NORTH, RANGE 4 WEST Section 5: S/2 Section 7: W/2 TOWNSJHIP 25 NORTH, RANGE 5 WEST, NMPM Section 1: NW/4 TOWNSHIP 25 NORTH, RANGE 6 WEST, NMPM Section 15: NW/4 TOWNSHIP 26 NORTH, RANGE 5 WEST, NMPM Section 27: N/2 and SE/4 Section 34: NE/4 Section 36: SE.4 TOWNSHIP 26 NORTH, RANGE 7 WEST, NMPM Section 36: NW/4

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TOWNSHIP 27 NORTH, RANGE 8 WEST, NMPM Section 29 SE/4 Section 30 SE/4 Section 33 S/2 TOWNSHIP 28 NORTH, RANGE 8 WEST, NMPM Section 10 S/2 Section 11 S/2 TOWNSHIP 28 NORTH, RANGE 10 WEST, NMPM Section 20 W/2 Section 27 W/2 Section 28 All Section 33 N/2 and SW/4 Section 34 NE/4 TOWNSHIP 28 NORTH, RANGE 11 WEST, NMPM Section 14 NE/4 Section 23 NE/4 Section 24 NW/4 TOWNSHIP 29 NORTH, RANGE 8 WEST, NMPM Section 35 S/2 TOWNSHIP 29 NORTH, RANGE 10 WEST, NMPM Section 10 NW/4 Section 12 NW/4 Section 13 W/2 and SE/4 TOWNSHIP 30 NORTH, RANGE 11 WEST, NMPM Section 15 SE/4 Section 16 SW/4 Section 20 N/2 Section 21 NW/4 Section 24 NE/4 Section 25 SW/4 Section 26 SW/4 Section 36 SW/4 Menefee Pool Expansion f) EXPAND the Seven Lakes Menefee Gas Pool (55660) in McKinley County New Mexico by adding TOWNSHIP 18 NORTH, RANGE 10 WEST, NMPM Section 18 SE/4 SW/4 TOWNSHIP 18 NORTH, RANGE 11 WEST, NMPM Section 24 NE/4 NE/4 Mesaverde Pool Expansions g) EXPAND the Blackeye Mesaverde Oil Pool (6290) in McKinley County New Mexico by adding TOWNSHIP 20 NORTH, RANGE 9 WEST, NMPM Section 32 NW/4 NE/4 NE/4 NW/4 S/2 N/2 and NW/4 SW/4 h) EXPAND the Blanco Mesaverde Gas Pool (72319) in Rio Arriba and San Juan Counties New Mexico by adding TOWNSHIP 24 NORTH, RANGE 2 WEST, NMPM Section 2 SE/4 Section 12 W/2 TOWNSHIP 25 NORTH, RANGE 2 WEST, NMPM Section 26 W/2 Section 36 NE/4 TOWNSHIP 25 NORTH, RANGE 3 WEST, NMPM Section 29 NE/4 TOWNSHIP 25 NORTH, RANGE 5 WEST, NMPM Section 12 S/2 Section 15 All Section 22 All Section 27 All TOWNSHIP 26 NORTH, RANGE 1 WEST, NMPM Section 31 W/2 TOWNSHIP 26 NORTH, RANGE 2 WEST, NMPM Section 22 All Section 23 W/2

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Section 36 All TOWNSHIP 26 NORTH, RANGE 7 WEST, NMPM Section 24 SE/4 TOWNSHIP 26 NORTH, RANGE 8 WEST, NMPM Section 4 S/2 Section 7 NW/4 **TOWNSHIP 26 NORTH, RANGE 9 WEST, NMPM** Section 2 W/2 Section 3 E/2 Section 11 SW/4 TOWNSHIP 27 NORTH, RANGE 2 WEST, NMPM Section 21 NE/4 Section 22 All Section 23 All Section 24 W/2 Section 28 E/2 TOWNSHIP 27 NORTH, RANGE 9 WEST, NMPM Section 5 All Section 9 W/2 TOWNSHIP 28 NORTH, RANGE 3 WEST, NMPM Section 10 S/2 Section 36 E/2 TOWNSHIP 28 NORTH, RANGE 10 WEST, NMPM Section 22 N/2 and SW/4 Section 27 W/2 TOWNSHIP 28 NORTH, RANGE 11 WEST, NMPM Section 12 S/2 Section 13 All Section 24 N/2 and SW/4 TOWNSHIP 29 NORTH, RANGE 10 WEST, NMPM Section 31 N/2 and SW/4 TOWNSHIP 29 NORTH, RANGE 11 WEST, NMPM Section 36 All TOWNSHIP 30 NORTH, RANGE 11 WEST, NMPM Section 18 All Section 19 All Section 29 W/2 Section 30 All Section 32 W/2 TOWNSHIP 30 NORTH, RANGE 12 WEST, NMPM Section 6 N/2 Section 11 S/2 Section 24 All TOWNSHIP 31 NORTH, RANGE 4 WEST, NMPM Section 7 W/2 Section 11 N/2 and SE/4 Section 14 E/2 Section 18 W/2 Section 19 W/2 Section 23 E/2 Section 26 N/2 Section 27 N/2 Section 28 N/2 and SW/4 Section 30 W/2 Section 31 N/2 Section 32 N/2 Section 33 NW/4 **TOWNSHIP 31 NORTH, RANGE 5 WEST, NMPM** Section 36 N/2 and SW/4 TOWNSHIP 31 NORTH, RANGE 13 WEST, NMPM Section 4 W/2

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Section 26 All Section 27 All Section 28 N/2 and SE/4 Section 33 E/2 TOWNSHIP 32 NORTH, RANGE 5 WEST, NMPM Section 26 W/2 Section 29 W/2 Section 30 E/2 Section 34 N/2 Section 35 NW/4 TOWNSHIP 32 NORTH, RANGE 6 WEST, NMPM Section 9 S/2 Section 10 S/2 TOWNSHIP 32 NORTH, RANGE 13 WEST, NMPM\ Section 27 All 1) EXPAND the Blue Mesa Mesaverde Oil Pool (6760) in McKinley County New Mexico by adding TOWNSHIP 19 NORTH, RANGE 5 WEST, NMPM Section 12 NE/4 SW/4 1) EXPAND the Chaco Wash Mesaverde Gas Pool (11930) in McKinley County New Mexico by adding TOWNSHIP 20 NORTH, RANGE 9 WEST, NMPM Section 21 SE/4 NE/4 and SE/4 SW/4 Section 22 NW/4 SW/4 and SW/4 SE/4 Section 27 NW/4 Section 28 N/2 NW/4 SW/4 NW/4 W/2 SW/4 and NW/4 SE/4 k) EXPAND the Crouch Mesa Mesaverde Gas Pool (76580) in San Juan County New Mexico by adding TOWNSHIP 29 NORTH, RANGE 11 WEST, NMPM Section 6 SW/4 1) EXPAND the Devils Fork Mesaverde Oil Pool (17620) in Rio Arriba County New Mexico by adding TOWNSHIP 24 NORTH, RANGE 6 WEST, NMPM Section 8 SW/4 NW/4 Section 9 SW/4 SW/4 Section 16 S/2 SE/4 SE/4 NW/4 and N/2 N/2 TOWNSHIP 24 NORTH, RANGE 7 WEST, NMPM Section 1 SE/4 NE/4 m) EXPAND the Flora Vista Mesaverde Gas Pool (76680) in San Juan County New Mexico by adding TOWNSHIP 29 NORTH, RANGE 12 WEST, NMPM Section 2 NW/4 TOWNSHIP 30 NORTH, RANGE 12 WEST, NMPM Section 15 W/2 Section 35 SW/4 n) EXPAND the Franciscan Lake Mesaverde Oil Pool (26710) in McKinley County New Mexico by adding TOWNSHIP 20 NORTH, RANGE 5 WEST, NMPM Section 18 NW/4 SE/4 TOWNSHIP 20 NORTH, RANGE 6 WEST, NMPM Section 12 SE/4 SW/4 Section 13 NW/4 SE/4 o) EXPAND the Parlay Mesaverde Oil Pool (49643) in Sandoval County New Mexico by adding TOWNSHIP 22 NORTH, RANGE 3 WEST, NMPM Section 29 E/2 SW/4 p) EXPAND the Red Mountain Mesaverde Oil Pool (51680) in McKinley County New Mexico by adding TOWNSHIP 20 NORTH, RANGE 9 WEST, NMPM Section 19 SE/4 NE/4 Section 21 NW 4 SW/4 q) EXPAND the San Isidro Mesaverde Oil Pool (53590) in Sandoval County New Mexico by adding TOWNSHIP 20 NORTH, RANGE 3 WEST, NMPM Section 25 S/2 NW/4 and E/2 SW/4 Section 26 S/2 NW/4 and SE/4 NE/4 Section 27 NW/4 SE/4 and S/2 NE/4 Section 36 E/2 NW/4 and NE/4 SW/4 r) EXPAND the South San Luis Mesaverde Oil Pool (53630) in Sandoval County New Mexico by adding TOWNSHIP 17 NORTH, RANGE 3 WEST, NMPM

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Section 4 E/2 NW/4 and SW/4 NE/4 TOWNSHIP 18 NORTH, RANGE 3 WEST, NMPM Section 21 S/2 NE/4 NW/4 SE/4 SW/4 NW/4 and SW/4 Section 27 W/2 SW/4 and SW/4 NW/4 Section 28 E/2 NE/4 SE/4 SE/4 N/2 SW/4 SE/4 SW/4 and NW/4 Section 29 N/2 SE/4 NE/4 SW/4 and NE/4 NE/4 Section 33 E/2 SW/4 and NW/4 SE/4 Section 34 NW/4 NW/4 s) EXPAND the Star Mesaverde Oil Pool (57790) in McKinley County New Mexico by adding TOWNSHIP 19 NORTH, RANGE 6 WEST, NMPM Section 9 SE/4 SE/4 Section 10 SW/4 SW/4 Section 17 NE/4 NE/4 t) EXPAND the Twin Mounds Mesaverde Gas Pool (86640) in San Juan County New Mexico by adding TOWNSHIP 29 NORTH, RANGE 14 WEST, NMPM Section 15 N/2 Section 16 NE/4 TOWNSHIP 30 NORTH, RANGE 14 WEST, NMPM Section 31 SE/4 Section 32 SW/4 u) EXPAND the Venado Mesaverde Oil Pool (62490) in Sandoval County New Mexico by adding TOWNSHIP 22 NORTH, RANGE 5 WEST, NMPM Section 5 SE/4 NW/4

IN THE ABSENCE OF OBJECTION THIS CASE WILL BE TAKEN UNDER ADVISEMENT