

- Gourley Federal No. 003; API No. 30-015-22660; A-31-22S-28E
- Gourley Federal No. 004; API No. 30-015-22661; J-31-22S-28E

The wells are located approximately 9 miles southeast of Carlsbad, in Eddy County, New Mexico.

8. **CASE 14005:** (Continued from the October 18, 2007 Examiner Hearing.)

Application of the New Mexico Oil Conservation Division for a Compliance Order against Tucumcari Exploration, LLC Quay County, New Mexico. The Applicant seeks an Order requiring Operator in fact, Tucumcari Exploration, LLC (“Tucumcari”) to properly and fully register as Operator of record for the seven (7) wells described herein, and for an Order further requiring Tucumcari to bring the seven (7) subject wells into compliance, or alternatively authorizing the division to plug the wells and forfeit any applicable/available security in the event that Tucumcari fails to comply, and assessing an appropriate civil penalty, and for such other relief as the Director deems appropriate. The wells involved in this matter include the following:

ANNA KATHERYN #001	3-19-10N-27E	30-037-20051
ANNA KATHERYN #002	1-30-10N-27E	30-037-20052
JOHN DAVID #001	G-19-10N-27E	30-037-20053
JOHN DAVID #002	J-19-10N-27E	30-037-20054
RANDALS #005	D-20-10N-27E	30-037-20055
RANDALS #006	P-30-10N-27E	30-037-20056
RANDALS #007	F-29-10N-27E	30-037-20057

9. **CASE 14055:** **Application of the New Mexico Oil Conservation Division for a Compliance Order against C&D Management Company d/b/a Freedom Ventures Company.** The Applicant seeks an Order finding that Operator is in violation of 19.15.13.1115 NMAC and 19.15.4.201 NMAC as to seventeen wells, requiring Operator to bring the seventeen wells into compliance with 19.15.13.1115 NMAC and 19.15.4.201 NMAC by a date certain, authorizing the Division to plug said wells and forfeit the applicable financial assurance in the event of non-compliance, and assessing penalties. The affected wells are:

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| • Amoco No. 001; | L-13-17S-27E; | 30-015-24738 |
| • Muncy Federal No. 001; | F-13-17S-27E; | 30-015-23083 |
| • Muncy Federal No. 002; | E-13-17S-27E; | 30-015-25012 |
| • Saunders No. 012; | O-13-17S-27E; | 30-015-22348 |
| • Michael State No. 001; | H-25-17S-27E; | 30-015-24877 |
| • Schneider No. 001; | J-24-17S-27E; | 30-015-22907 |
| • Scott Federal No. 001; | P-12-17S-27E; | 30-015-25437 |

These wells are located approximately 10 miles west of Loco Hills, in Eddy County, New Mexico.

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| • Hastie No. 016; | 4-18-17S-28E; | 30-015-22371 |
| • Hastie No. 017; | 3-18-17S-28E; | 30-015-22852 |
| • Hastie No. 018; | N-18-17S-28E; | 30-015-22848 |
| • Hastie No. 019; | 2-18-17S-28E; | 30-015-23186 |
| • Hastie No. 020; | 1-18-17S-28E; | 30-015-23516 |
| • Hastie No. 021; | C-18-17S-28E; | 30-015-23821 |

These wells are located approximately 8 miles west of Loco Hills, in Eddy County, New Mexico.

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| • Shearn Becky Federal No. 001; | B-14-17S-27E; | 30-015-34440 |
| • Shearn Freedom Federal No. 002; | A-14-17S-27E; | 30-015-34454 |
| • Shearn Samantha Federal No. 001; | G-14-17S-27E; | 30-015-31059 |
| • Shearn Shilo Federal No. 001; | B-14-17S-27E; | 30-015-31061 |

These wells are located approximately 11 miles west of Loco Hills, in Eddy County, New Mexico.

10. **CASE 14014:** (Continued from the November 1, 2007 Examiner Hearing.)

Application of the New Mexico Oil Conservation Division for a Compliance Order against Lothian Oil Texas I, Inc. The Applicant seeks an order finding that operator knowingly and willfully violated 19.15.13.1115 NMAC and NMSA 1978, Section 70-2-31(B)(2) by filing false C-115 monthly production reports for the Bedingfield Federal No. 001 well since October 1, 2005 or in the alternative finding that operator knowingly and willfully violated 19.15.4.201 NMAC as to the Bedingfield Federal No. 001; finding that operator knowingly and willfully violated 19.15.3.103 NMAC as to the Square Lake 12 Unit No. 111 well; imposing penalties; requiring operator to return both wells to compliance by a date certain; authorizing the Division to plug the Bedingfield Federal No. 001 well if operator fails to return that well to compliance by the deadline set in the order; and for such other relief as the Director deems appropriate. The affected wells are the Bedingfield Federal No.001 well, API No. 30-015-02835, J-1-17S-29E, and the Square Lake 12 Unit No.111 well, API No. 30-015-04108, G-7-17S-37E. Both wells are located approximately five miles northeast of Loco Hills in Eddy County, New Mexico.

11. **CASE 13990:** (Continued from the December 13, 2007 Examiner Hearing.)

Application of the New Mexico Oil Conservation Division for a Compliance Order. The Applicant seeks an order finding that Pogo Producing Company knowingly and willfully violated Rule 104, Order R-12366, Rule 1115.A, NMSA 1978, Section 70-2-31(B) and NMSA 1978, Section 70-2-31(D) and imposing penalties for those violations, requiring the operator to file corrected reports, requiring operator to plug and abandon a well, and for such other relief as the Director deems appropriate. The affected well is the Resler B #001, 30-025-36573, Unit Letter J, Section 20, Township 23 South, Range 37 East, in Lea County, New Mexico. The well is located less than five miles north of Teaque.

12. **CASE 14041:** (Continued from the December 13, 2007 Examiner Hearing.)

Application of the New Mexico Oil Conservation Division for a Compliance Order against MARKS AND GARNER PRODUCTION LTD. CO.. The Applicant seeks an order finding that operator is in violation of 19.15.4.201 NMAC as to twenty-three (23) wells, or, alternatively, that Operator is in violation of 19.15.13.1115 NMAC; requiring operator to plug and abandon the twenty-three (23) wells by a date certain and/or to file any delinquent production reports relating to the subject wells by a date certain, thus bringing them into compliance with 19.15.4.201 and 19.15.13.1115 NMAC, and authorizing the division to plug said wells in the event of non-compliance. The twenty-three (23) affected wells are:

30-025-08154 BRADLEY FEDERAL #001, 30-025-08156 BRADLEY FEDERAL #003, 30-015-02897 CAVE POOL UNIT #027, 30-015-02915 CAVE POOL UNIT #036, 30-025-23551 CITIES SERVICE STATE #001, 30-025-27992 COQUINA STATE #001, 30-025-08163 ERNEST FEDERAL #001, 30-025-28655 GRAHAM FEDERAL #003, 30-025-08149 JENNINGS FEDERAL #002, 30-025-24979 JULIA CULP #001, 30-025-02703 WM SNYDER #001, 30-015-24732 THEOS STATE #001, 30-025-28767 KEMNITZ 17 STATE #001, 30-025-28484 LEA/UA/STATE #001, 30-015-02787 LEVERS #003Y, 30-025-21291 NORTHEAST MALAJMAR UNIT #001, 30-015-25059 RED TWELVE FEDERAL #002, 30-015-25090 RED TWELVE LEVERS FED #008Q, 30-015-25152 RED TWELVE LEVERS FED#012, 30-015-24989 RED TWELVE STATE #003, 30-015-25055 RED TWELVE STATE #006, 30-015-02888 STATE #001, 30-015-02889 STATE #002

State Wells #001 and #002, Cave Pool Units #27 and #36, Theos State #001, Levers #003Y, Red Twelve Federal #002, Red Twelve Levers Federal #012 and #008Q, and Red Twelve State #003 and #006 are all located in Eddy County, New Mexico, approximately sixteen (16) miles East of Artesia. The remainder of the subject wells are located in Lea County, New Mexico, with three wells (the Julia Culp #001, Wm Snyder #001 and Cities Service State #001) being located Northwest of Lovington, two (the Northeast Malajmar Unit #001 and Kemnitz 17 State #001) being located Northeast of Malajmar, and the remainder being located Southwest of Hobbs.

13. **CASE 14016:** (Continued from the December 13, 2007 Examiner Hearing.)

Application of ConocoPhillips for an exception to the well density requirements of the Basin-Dakota Gas Pool, Rio Arriba County, New Mexico. Applicant seeks an exception to the well density requirements of Rule