

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

**IN THE MATTER OF THE HEARING  
CALLED BY THE OIL CONSERVATION  
DIVISION FOR THE PURPOSE OF  
CONSIDERING:**

**CASE NO. 14014  
ORDER NO. R-12876**

**APPLICATION OF THE NEW MEXICO OIL CONSERVATION DIVISION  
THROUGH THE ENFORCEMENT AND COMPLIANCE MANAGER, FOR A  
COMPLIANCE ORDER AGAINST LOTHIAN OIL TEXAS I, INC., FINDING  
THAT AS TO THE BEDINGFIELD FEDERAL NO. 001 WELL THE OPERATOR  
KNOWINGLY AND WILLFULLY VIOLATED OIL CONSERVATION  
DIVISION RULE 19.15.4.201 NMAC, OR IN THE ALTERNATIVE, OPERATOR  
KNOWINGLY AND WILLFULLY VIOLATED NMSA 1978, SECTION 70-2-  
31(B)(2) AND RULE 19.15.13.1115 NMAC; FINDING THAT OPERATOR  
KNOWINGLY AND WILLFULLY VIOLATED RULE 19.15.13.103 NMAC AS  
TO THE SQUARE LAKE 12 UNIT NO. 111 WELL; ASSESSING PENALTIES;  
REQUIRING OPERATOR TO RETURN THE WELLS TO COMPLIANCE BY A  
DATE CERTAIN; AUTHORIZING THE DIVISION TO PLUG THE  
BEDINGFIELD FEDERAL NO. 001 WELL IN THE EVENT OF OPERATOR'S  
NON-COMPLIANCE; EDDY COUNTY, NEW MEXICO**

**ORDER OF THE DIVISION**

**BY THE DIVISION:**

This case came on for hearing at 8:15 a.m. on January 10, 2008, at Santa Fe, New Mexico, before Examiner William V. Jones.

NOW, on this 17<sup>th</sup> day of January, 2008, the Division Director, having considered the record and the recommendations of the Examiner,

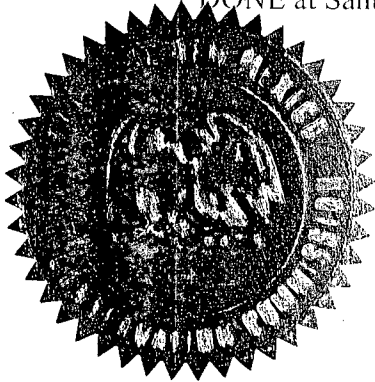
**FINDS THAT:**

The applicant's request for dismissal should be granted.

**IT IS THEREFORE ORDERED THAT:**

Case No. 14014 be dismissed.

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



SEAL

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION

A handwritten signature in dark ink, appearing to read "Mark E. Fesmire", is written over the printed name.

MARK E. FESMIRE, P.E.  
Director