STATE OF NEW MEXICO VFD ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION 2008 APR 4 PM 1 37

APPLICATION OF THE NEW MEXICO OIL CONSERVATION DIVISION, THROUGH THE ENFORCEMENT AND COMPLIANCE MANAGER, FOR A COMPLIANCE ORDER AGAINST J. WARREN HANSON D/B/A HANSON ENERGY FINDING THAT THE OPERATOR IS IN VIOLATION OF 19.15.4.201 NMAC AS TO TWENTY-FIVE WELLS, REQUIRING OPERATOR TO BRING THE WELLS INTO COMPLIANCE BY A DATE CERTAIN, AND IN THE EVENT OF NON-COMPLIANCE ASSESSING PENALTIES AND AUTHORIZING THE DIVISION TO PLUG THE WELLS AND FORFEIT THE APPLICABLE FINANCIAL ASSURANCE, EDDY COUNTY, NEW MEXICO.

CASE NO. 14053

MOTION TO DISMISS

The Oil Conservation Division (OCD) respectfully requests that Case No. 14053, currently scheduled for hearing on the April 17, 2008 docket be dismissed for the following reasons:

- 1. This matter was originally scheduled for hearing on the January 10, 2008 docket. The matter was continued until the February 7, 2008 docket at the request of counsel for J. Warren Hanson d/b/a Hanson Energy (Hanson).
- 2. On February 1, 2008, counsel for Hanson provided undersigned counsel with copies of sundry notices indicting that Hanson had returned the 25 wells at issue to compliance: 22 by return to production, 2 by plugging and one by placing it on approved temporary abandonment status. Production reports on wells returned to production in February are not due until April 15.
- 3. The case was continued until the April 17, 2008 docket to allow sufficient time for Hanson to file production reports, and for the OCD to verify that the wells have been returned to compliance.
 - 4. According to the reports filed by Hanson, the wells have been returned to compliance. .

Respectfully submitted this 4/14 day of April 2008 by

Gail MacQuesten

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Resources Department

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CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing pleading was faxed to Mr. Kevin Hanratty, attorney for J. Warren Hanson, d/b/a Hanson Energy and mailed to U.S. Specialty Insurance Company this 4 day of April 2008.

Gail MacQuesten