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

CASE NO. 14326 (De Novo) Order No. R-13166-E

APPLICATION OF THE NEW MEXICO OIL CONSERVATION DIVISION FOR A COMPLIANCE ORDER AGAINST NACOGDOCHES OIL & GAS, INC., McKINLEY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

- (1) On July 9 and August 20, 2009, this case was heard by examiners and Order No. R-13166 was entered on September 15, 2009 requiring Nacogdoches Oil & Gas, Inc. (NOG) to bring its wells in New Mexico into compliance with all Division rules by a date certain or be subject to certain actions by the Oil Conservation Division (OCD) for failure to comply.
- (2) On October 2, 2009, NOG, through its counsel, filed a timely application for de novo hearing. The de novo application was originally set for hearing before the Oil Conservation Commission on November 4, 2009. Having been continued a number of times, the matter is now scheduled to be heard by the Commission on April 8, 2010.
- (3) On March 26, 2010, NOG counsel requested that the de novo case be dismissed. Counsel for the OCD has agreed to this request.
 - (4) De novo Case 14326 should be dismissed.

IT IS THEREFORE ORDERED THAT:

De novo Case 14326 is hereby dismissed and Order No. R-13166 is hereby continued in full force and effect until further notice.

DONE at Santa Fe, New Mexico on this 30th day of March, 2010.

STATE OF NEW MEXICO

OIL CONSERVATION COMMISSION

MARK E. FESMIRE, Chair

SEAL