DOCKET: EXAMINER HEARING - THURSDAY - OCTOBER 28, 2010

8:15 A.M. - 1220 South St. Francis Santa Fe, New Mexico

Docket Nos. 36-10 and 37-10 are tentatively set for November 18, 2010 and December 2, 2010. Applications for hearing must be filed at least 30 days in advance of hearing date. OCD Rule 19.15.4.13 requires parties who intend to present evidence at an adjudicatory hearing to file a pre-hearing statement no later than the Thursday before the hearing, and serve a copy on opposing counsel of record. If the OCD does not receive a pre-hearing statement from the applicant by the close of business on the Thursday before the hearing, the hearing may be continued at the applicant's request. The following cases will be heard by an Examiner.

Locator Key for Cases Case 14473 - No. 2 Case 14514 - No. 12 Case 14520 - No. 16 Case 14544 - No. 6 Case 14551 - No. 7 Case 14552 - No. 9 Case 14554 - No. 11 Case 14555 - No. 13 Case 14556 - No. 14 Case 14557 - No. 15 Case 14558 - No. 5 Case 14560 - No. 1 Case 14561 - No. 3 Case 14562 - No. 4 Case 14563 - No. 8 Case 14564 - No. 10

- 1. <u>CASE 14560</u>: Application of the New Mexico Oil Conservation Division for a Compliance Order against Corinne Grace. The Applicant seeks an order finding that operator is in violation of 19.15.25.8 NMAC as to one well, requiring operator to plug and abandon the well by a date certain and authorizing the Division to forfeit the financial assurance and plug said well in the event of non-compliance. The affected well is: Cueva Unit #1, 30-015-21362, K-6-23S-26E. The well is located approximately 6 miles Southwest of Carlsbad, in Eddy County, New Mexico.
- 2. <u>CASE 14473</u>: (Reopened)

 Motion of Applicant Vate
 - Motion of Applicant Yates Petroleum Corporation to reopen the case to amend Order No. R-13270 approving the Herradura Exploratory Unit Agreement, Eddy County, New Mexico. Applicant has moved to reopen this case to amend the order approving the Herradura Exploratory Unit Agreement by recognizing that the unitized interval of the Herradura Unit includes all formations from the surface to the base of the Precambrian formation. The Herradura Unit is comprised of all or portions of Sections 35 and 36 of Township 23 South, Range 25 East and of Sections 1 through 4, 9 through 11, and 15 through 18 of Township 24 South, Range 25 East, NMPM, and is located approximately 15 miles South and West of Carlsbad, New Mexico.
- 3.

 (CASE 14561: Judah Oil, LLC, P.O. Box 568, Artesia, NM 88210, has filed an Application with the New Mexico Oil Conservation Division seeking approval of the conversion of the Tecolote State #001 Well, AP1 #30-015-27346, 2,673 FNL x 1,650 FWL, Unit "K," Section 2, Township 21 South, Range 28 East, Eddy County, New Mexico, from a Delaware oil well to a Delaware lease-only salt water disposal well. The disposal interval would be the Delaware formation through perforations from 3,530-4,916 feet. Disposal fluid would be produced water piped in only from wells operated on the same lease from the Bone Springs and Delaware formations. The Application will heard on October 28, 2010 at 8:15 a.m. before the New Mexico Energy, Minerals and Natural Resources Department, Oil Conservation Division, 1220 South St. Francis Drive, Santa Fe, NM 87505. Protests must be submitted in writing to the Oil Conservation Division at the above address and to Judah Oil, LLC prior to the hearing date.