

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

**AMENDED APPLICATION OF THE NEW MEXICO OIL CONSERVATION
DIVISION FOR AN ORDER REQUIRING XERIC OIL & GAS CORPORATION
TO BRING ONE HUNDRED TWENTY-FIVE (125) WELLS INTO
COMPLIANCE WITH RULE 201.B, AND ASSESSING APPROPRIATE CIVIL
PENALTIES; LEA, ROOSEVELT AND EDDY COUNTIES, NEW MEXICO**

CASE NO. 12896

APPLICATION FOR COMPLIANCE ORDERS AND CIVIL PENALTIES

1. Xeric Oil & Gas Corporation ("Operator") is the operator of (116) wells (the "subject wells") in Lea, Roosevelt and Eddy Counties, New Mexico, specifically identified by name, location and API number on Exhibit A, which exhibit is attached hereto and by this reference incorporated into and made part of this application.

2. Each of the subject wells was continuously inactive for a period in excess of one (1) year immediately preceding May 11, 2000, and has remained inactive continuously from such date to the date of filing of this Application. The date of last reported production from each of the subject wells is set forth on Exhibit A. None of the subject wells is currently approved for temporary abandonment by the Division.

3. In the alternative, if there has been any production from, or injection into, any of the subject wells since the date of last production or injection indicated with respect to such well on Exhibit A, such production or injection has not been reported to the Division as required by Rule 1115.

4. On May 11, 2000, the New Mexico Oil Conservation Division (hereinafter "the Division") notified Operator that certain of the subject wells were not in compliance with Division Rule 201.B(3), and should be brought into compliance either by returning the same to production or other beneficial use or by securing Division approval for temporary abandonment. Operator indicated an intention to bring said wells into compliance. However, to this date, Operator has failed to take appropriate action to bring Operator's subject wells into compliance.

5. On or about August 20, 2001 the Division Director notified Operator that the subject wells were not in compliance with Division Rule 201.B(3), and directed Operator to bring such wells into compliance within sixty (60) days following such notification. On December 6, 2001, Operator submitted a detailed written plan to bring the subject wells into compliance. Nevertheless, no action has been taken to bring any of the subject wells into compliance.

6. In addition to the subject wells listed on Exhibit A, Operator is also the operator of eleven (11) additional wells (the "additional wells") in Lea and Roosevelt Counties, New Mexico, specifically identified by name, location and API number on Exhibit B, which exhibit is attached hereto and by this reference incorporated into and made part of this application which have been inactive for a period in excess of fifteen months immediately preceding the filing of this Application.

7. Division Rule 201.B(3) provides:

A well shall be either properly plugged and abandoned or temporarily abandoned in accordance with these rules ninety (90) days after:

- (3) A period of one (1) year in which a well has been continuously inactive.

8. NMSA Section 70-2-31.A provides that:

Any person who knowingly and willfully violates any provision of the Oil and Gas Act or any provision of any rule or order issued pursuant to that act shall be subject to a civil penalty of not more than one thousand dollars (\$1,000) for each violation. For purposes of this subsection, in the case of a continuing violation, each day of violation shall constitute a separate violation.

9. Operator's failure to take action to restore the subject wells to production or beneficial use, or to cause such wells to be plugged and abandoned, or to apply to the Division for approval for temporary abandonment, or, if such wells are in fact producing, to report such production to the Division as required, after receipt of notice of noncompliance from the Division as herein before described, constitutes a continuing violation of Division Rule 201.B(3) or of Rule 1115, rules duly adopted by the Division pursuant to the Oil and Gas Act.

10. The additional wells, though not the subject of prior notice as with the subject wells, are likewise not in compliance with Rule 201.B(3), and the operator should be ordered to bring both the subject wells and the additional wells into compliance.


WHEREFORE, the Supervisors of Districts I and II of the Division hereby applies to the Director to enter an order:

- A. Specifically ordering Operator to bring the subject wells and the additional wells into compliance with OCD rules within a specified time fixed in said order by taking one of the following actions with respect to each of said wells:

- (i) causing such well to be plugged and abandoned in accordance with Division rules,
- (ii) restoring such well to production or other Division-approved beneficial use,
- (iii) applying to the Division for permission to place such well in “temporary abandonment” status pursuant to Division Rule 203, or
- (iv) truly and accurately reporting to the Division any production from or injection into any of said wells which has, in fact, occurred and not been reported to the Division.

B. Assessing an appropriate civil penalty against Operator for failure to take action to remedy the non-compliance of the subject wells after notice and demand from the Division Director to do so; such penalty to be not less than \$1,000 for each of such Operator’s subject wells not in compliance on the date of the hearing of this application.

RESPECTFULLY SUBMITTED,



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Attorney for The New Mexico Oil
Conservation Division

API #	Well Name and Number	District	County	Type	Last Injection/Production/	ULSTR	OCID Unit Letter	FNS	FEW	Depth	Status
30-025-03189	EAST PEARL QUEEN UNIT #001	HOBSBS	Lea	I	12-1992	B-22-19S-35E	B	990N	2310E	4923	A
30-025-03186	EAST PEARL QUEEN UNIT #004	HOBSBS	Lea	O	12-1992	E-22-19S-35E	E	2080N	610W		A
30-025-03179	EAST PEARL QUEEN UNIT #006	HOBSBS	Lea	O	12-1992	G-22-19S-35E	G	2310N	2310E	4875	A
30-025-03183	EAST PEARL QUEEN UNIT #007	HOBSBS	Lea	I	11-1990	J-22-19S-35E	J	1980S	1980E		A
30-025-03182	EAST PEARL QUEEN UNIT #008	HOBSBS	Lea	O	04-1990	K-22-19S-35E	K	1980S	1980W	4912	A
30-025-03185	EAST PEARL QUEEN UNIT #009	HOBSBS	Lea	I	12-1992	L-22-19S-35E	L	1980S	660W		A
30-025-03175	EAST PEARL QUEEN UNIT #011	HOBSBS	Lea	I	12-1992	N-21-19S-35E	N	660S	1980W	4960	A
30-025-03174	EAST PEARL QUEEN UNIT #012	HOBSBS	Lea	O	12-1992	O-21-19S-35E	O	660S	1980E		A
30-025-03184	EAST PEARL QUEEN UNIT #014	HOBSBS	Lea	O	12-1989	M-22-19S-35E	M	660S	660W	5002	A
30-025-03181	EAST PEARL QUEEN UNIT #015	HOBSBS	Lea	I	12-1992	N-22-19S-35E	N	660S	1980W	4900	A
30-025-03180	EAST PEARL QUEEN UNIT #016	HOBSBS	Lea	O	07-1986	O-22-19S-35E	O	660S	1980E		A
30-025-03188	EAST PEARL QUEEN UNIT #017	HOBSBS	Lea	I	12-1992	P-22-19S-35E	P	660S	660E		A
30-025-03216	EAST PEARL QUEEN UNIT #018	HOBSBS	Lea	I	12-1992	B-27-19S-35E	B	990N	1650E		A
30-025-03217	EAST PEARL QUEEN UNIT #020	HOBSBS	Lea	I	08-1996	D-27-19S-35E	D	660N	660W		A
30-025-03237	EAST PEARL QUEEN UNIT #021	HOBSBS	Lea	O	12-1992	A-28-19S-35E	A	660N	660E	4940	A
30-025-03235	EAST PEARL QUEEN UNIT #022	HOBSBS	Lea	I	12-1992	B-28-19S-35E	B	660N	1980E	4925	A
30-025-03236	EAST PEARL QUEEN UNIT #023	HOBSBS	Lea	I	12-1992	G-28-19S-35E	G	1980N	1980E		A
30-025-03238	EAST PEARL QUEEN UNIT #024	HOBSBS	Lea	I	12-1992	H-28-19S-35E	H	1980N	660E		A
30-025-03222	EAST PEARL QUEEN UNIT #026	HOBSBS	Lea	I	05-1990	F-27-19S-35E	F	1980N	1980W		A
30-025-03215	EAST PEARL QUEEN UNIT #028	HOBSBS	Lea	I	12-1992	H-27-19S-35E	H	1980N	660E	4940	A
30-025-03213	EAST PEARL QUEEN UNIT #030	HOBSBS	Lea	O	12-1989	I-27-19S-35E	I	1980S	660E		A
30-025-03220	EAST PEARL QUEEN UNIT #032	HOBSBS	Lea	I	11-1992	K-27-19S-35E	K	1980S	1980W	5695	A
30-025-03219	EAST PEARL QUEEN UNIT #037	HOBSBS	Lea	O	12-1992	O-27-19S-35E	O	660S	1980E	4950	A
30-025-03295	EAST PEARL QUEEN UNIT #039	HOBSBS	Lea	O	04-1990	A-34-19S-35E	A	660N	660E		A
30-025-03299	EAST PEARL QUEEN UNIT #041	HOBSBS	Lea	I	07-1994	C-34-19S-35E	C	660N	1980W		A
30-025-03298	EAST PEARL QUEEN UNIT #042	HOBSBS	Lea	I	02-1994	D-34-19S-35E	D	660N	660W		A
30-025-03301	EAST PEARL QUEEN UNIT #043	HOBSBS	Lea	I	01-1993	E-34-19S-35E	E	1980N	660W	4998	A
30-025-03300	EAST PEARL QUEEN UNIT #044	HOBSBS	Lea	I	12-1992	F-34-19S-35E	F	1980N	1980W		A
30-025-03296	EAST PEARL QUEEN UNIT #045	HOBSBS	Lea	O	07-1973	G-34-19S-35E	G	1980N	1980E		A
30-025-03302	EAST PEARL QUEEN UNIT #046	HOBSBS	Lea	I	12-1992	H-34-19S-35E	H	1980N	660E		A
30-025-03303	EAST PEARL QUEEN UNIT #049	HOBSBS	Lea	I	12-1992	J-34-19S-35E	J	1980S	1980E	5030	A
30-025-03292	EAST PEARL QUEEN UNIT #051	HOBSBS	Lea	I	12-1992	L-34-19S-35E	L	1980S	660W	5016	A
30-025-03294	EAST PEARL QUEEN UNIT #052	HOBSBS	Lea	O	12-1989	M-34-19S-35E	M	990S	990W		A
30-025-03293	EAST PEARL QUEEN UNIT #053	HOBSBS	Lea	I	12-1992	N-34-19S-35E	N	990S	2310W		A
30-025-23302	EAST PEARL QUEEN UNIT #056	HOBSBS	Lea	O	12-1992	F-34-19S-35E	F	1355N	2475W	5050	A

Exhibit A
to Application

Case No	Case Name	Case Type	Case Status	Case Date	Case Address	Case City	Case State	Case Zip	Case County	Case District	Case Sub-District	Case Parcel	Case Area	Case Type
30-025-23409	EAST PEARL QUEEN UNIT #057	HOBBS	Lea	O	12-1992	K-34-19S-35E	K	2535S	1325W	4988	T			
30-025-23427	EAST PEARL QUEEN UNIT #059	HOBBS	Lea	O	12-1992	H-27-19S-35E	H	2735S	1300E		A			
30-025-31106	EAST PEARL QUEEN UNIT #077	HOBBS	Lea	O	12-1993	I-28-19S-35E	I	2563S	40E	5025	S			
30-025-31121	EAST PEARL QUEEN UNIT #082	HOBBS	Lea	O	01-1993	K-27-19S-35E	K	1500S	1410W		S			
30-015-22220	EDDY GF STATE #001	ARTESIA	Eddy	G	12-1997	C-16-23S-27E	C	810N	1980W	12269	S			
30-025-11865	GREGORY C #001	HOBBS	Lea	O	12-1992	C-33-25S-37E	C	660N	1980W		T			
30-041-10201	HORTON FEDERAL #008	HOBBS	Roosevelt	O	03-1984	K-30-08S-35E	K	2310S	1650W	4700	A			
30-041-10105	HORTON FEDERAL #009	HOBBS	Roosevelt	O	03-1996	J-30-08S-35E	J	2310S	2246E	4851	A			
30-041-10106	HORTON FEDERAL #010	HOBBS	Roosevelt	O	08-1995	A-30-08S-35E	A	330N	921E	4766	A			
30-041-10109	HORTON FEDERAL #013	HOBBS	Roosevelt	O	04-1986	O-30-08S-35E	O	990S	2249E	4776	T			
30-041-10203	HORTON FEDERAL #018	HOBBS	Roosevelt	O	08-1995	E-29-08S-35E	E	1651N	330W	4770	A			
30-041-10113	HORTON FEDERAL #019	HOBBS	Roosevelt	O	08-1997	C-31-08S-35E	C	330N	1650W	4780	A			
30-041-10115	HORTON FEDERAL #021	HOBBS	Roosevelt	O	03-1996	L-29-08S-35E	L	2310S	330W	4775	A			
30-041-10120	HORTON FEDERAL #026	HOBBS	Roosevelt	O	03-1996	B-29-08S-35E	B	330N	2310E	4706	A			
30-041-10123	HORTON FEDERAL #029	HOBBS	Roosevelt	O	03-1996	H-29-08S-35E	H	1650N	990E	4732	A			
30-041-10130	HORTON FEDERAL #030	HOBBS	Roosevelt	O	06-1994	K-29-08S-35E	K	2310S	1650W	4720	A			
30-041-20756	HORTON FEDERAL #032	HOBBS	Roosevelt	O	NONE	H-30-08S-35E	H	2305N	285E	4800	T			
30-041-20757	HORTON FEDERAL #033	HOBBS	Roosevelt	O	01-1996	G-30-08S-35E	G	2320N	1550E	4774	A			
30-041-20753	HORTON FEDERAL #035	HOBBS	Roosevelt	O	01-1996	C-30-08S-35E	C	990N	2270W	4810	A			
30-025-29203	JORDAN B #002	HOBBS	Lea	O	05-1992	G-11-20S-35E	G	1980N	2310E	13271	A			
30-015-22408	KEOHANE ET AL B FEDERAL #001	ARTESIA	Eddy	G	12-1993	E-28-18S-31E	E	2230N	660W		A			
30-025-20449	MESA QUEEN UNIT #002	HOBBS	Lea	O	12-1992	B-16-16S-32E	B	660N	1980E	4347	A			
30-025-20327	MESA QUEEN UNIT #005	HOBBS	Lea	O	12-1992	H-17-16S-32E	H	2310N	330E	3474	A			
30-025-20321	MESA QUEEN UNIT #009	HOBBS	Lea	O	07-1993	H-16-16S-32E	H	1880N	990E	3470	A			
30-025-20230	MESA QUEEN UNIT #011	HOBBS	Lea	O	12-1992	K-17-16S-32E	K	1650S	2310W	3450	A			
30-025-20214	MESA QUEEN UNIT #012	HOBBS	Lea	O	05-1986	J-17-16S-32E	J	1980S	1980E	3489	A			
30-025-20123	MESA QUEEN UNIT #014	HOBBS	Lea	O	NONE	L-16-16S-32E	L	2310S	660W	3490	A			
30-025-20585	MESA QUEEN UNIT #016	HOBBS	Lea	O	12-1992	J-16-16S-32E	J	2310S	2310E	3503	A			
30-025-20556	MESA QUEEN UNIT #017	HOBBS	Lea	O	07-1991	M-17-16S-32E	M	330S	990W	3480	A			
30-025-20564	MESA QUEEN UNIT #019	HOBBS	Lea	O	05-1986	O-17-16S-32E	O	990S	1650E	3500	A			
30-025-20269	MESA QUEEN UNIT #020	HOBBS	Lea	O	12-1992	P-17-16S-32E	P	990S	670E	3500	A			
30-025-20255	MESA QUEEN UNIT #021	HOBBS	Lea	O	12-1977	M-16-16S-32E	M	990S	330W	3500	A			
30-025-20439	MESA QUEEN UNIT #022	HOBBS	Lea	O	08-1974	D-20-16S-32E	D	660N	660W	4325	A			
30-025-20988	MESA QUEEN UNIT #023	HOBBS	Lea	O	10-1986	C-20-16S-32E	C	330N	1650W	3475	A			
30-025-21216	MESA QUEEN UNIT #024	HOBBS	Lea	O	11-1983	E-20-16S-32E	E	1650N	660W	3465	A			
30-025-23483	MESA QUEEN UNIT #025	HOBBS	Lea	O	07-1988	N-16-16S-32E	N	990S	1650W	3498	A			
30-025-12512	MEXICO U #001	HOBBS	Lea	O	04-1986	B-08-19S-38E	B	330N	1650E	4075	A			

Exhibit A
to Application

Case No.	Address	HOBBBS	Lea	O	11-1998	B-08-19S-38E B	590N	2310E	4300 A
30-025-30954	MEXICO U #003	HOBBBS	Lea	O	11-1998	B-08-19S-38E B	590N	2310E	4300 A
30-025-03325	SOUTH PEARL QUEEN UNIT #011	HOBBBS	Lea	I	12-1992	K-04-20S-35E K	1650S	1980W	A
30-025-03331	SOUTH PEARL QUEEN UNIT #013	HOBBBS	Lea	I	12-1992	P-05-20S-35E P	990S	330E	5057 A
30-025-03324	SOUTH PEARL QUEEN UNIT #015	HOBBBS	Lea	I	09-1987	N-04-20S-35E N	660S	1980W	A
30-025-03319	SOUTH PEARL QUEEN UNIT #019	HOBBBS	Lea	I	04-1986	N-03-20S-35E N	990S	1650W	A
30-025-03342	SOUTH PEARL QUEEN UNIT #021	HOBBBS	Lea	I	12-1992	D-10-20S-35E D	330N	660W	A
30-025-03340	SOUTH PEARL QUEEN UNIT #023	HOBBBS	Lea	I	08-1996	B-09-20S-35E B	330N	1980E	A
30-025-03343	SOUTH PEARL QUEEN UNIT #024	HOBBBS	Lea	O	03-1988	C-09-20S-35E C	330N	1980W	A
30-025-03344	SOUTH PEARL QUEEN UNIT #025	HOBBBS	Lea	I	07-1988	D-09-20S-35E D	330N	660W	A
30-025-10589	STATE BD 36 #001	HOBBBS	Lea	O	10-1979	J-36-22S-37E J	1980S	1980E	7080 A
30-025-34134	UNION STATE AB #002	HOBBBS	Lea	O	NONE	B-30-20S-36E B	660N	1980E	4812 A
30-025-03247	WEST PEARL QUEEN UNIT #103	HOBBBS	Lea	O	12-1979	C-29-19S-35E C	990N	1980W	A
30-025-03231	WEST PEARL QUEEN UNIT #107	HOBBBS	Lea	O	03-1980	C-28-19S-35E C	660N	1980W	5000 A
30-025-03254	WEST PEARL QUEEN UNIT #110	HOBBBS	Lea	I	02-1994	H-29-19S-35E H	1980N	660E	4920 A
30-025-03244	WEST PEARL QUEEN UNIT #112	HOBBBS	Lea	I	12-1992	F-29-19S-35E F	1980N	1980W	5030 A
30-025-03241	WEST PEARL QUEEN UNIT #117	HOBBBS	Lea	O	03-1980	K-29-19S-35E K	1980S	1980W	5065 A
30-025-03248	WEST PEARL QUEEN UNIT #118	HOBBBS	Lea	I	12-1992	J-29-19S-35E J	1980S	1980E	A
30-025-03240	WEST PEARL QUEEN UNIT #119	HOBBBS	Lea	I	04-1994	I-29-19S-35E I	1980S	660E	A
30-025-03224	WEST PEARL QUEEN UNIT #120	HOBBBS	Lea	I	06-1995	L-28-19S-35E L	1980S	660W	4946 A
30-025-03225	WEST PEARL QUEEN UNIT #121	HOBBBS	Lea	I	06-1995	K-28-19S-35E K	1980S	1980W	A
30-025-03228	WEST PEARL QUEEN UNIT #122	HOBBBS	Lea	I	12-1992	J-28-19S-35E J	1980S	1980E	A
30-025-03229	WEST PEARL QUEEN UNIT #124	HOBBBS	Lea	I	06-1992	O-28-19S-35E O	660S	1980E	A
30-025-03242	WEST PEARL QUEEN UNIT #127	HOBBBS	Lea	I	06-1995	P-29-19S-35E P	660S	660E	4962 A
30-025-03243	WEST PEARL QUEEN UNIT #129	HOBBBS	Lea	I	12-1994	N-29-19S-35E N	660S	1980W	4967 A
30-025-03250	WEST PEARL QUEEN UNIT #130	HOBBBS	Lea	O	03-1991	M-29-19S-35E M	660S	660W	A
30-025-03262	WEST PEARL QUEEN UNIT #134	HOBBBS	Lea	I	12-1992	B-31-19S-35E B	660N	1980E	4924 A
30-025-03273	WEST PEARL QUEEN UNIT #137	HOBBBS	Lea	O	06-1990	C-32-19S-35E C	660N	1980W	A
30-025-03283	WEST PEARL QUEEN UNIT #140	HOBBBS	Lea	I	12-1992	D-33-19S-35E D	660N	660W	4954 A
30-025-03285	WEST PEARL QUEEN UNIT #142	HOBBBS	Lea	I	08-1996	B-33-19S-35E B	660N	1980E	4930 A
30-025-03286	WEST PEARL QUEEN UNIT #143	HOBBBS	Lea	I	08-1996	A-33-19S-35E A	660N	660E	A
30-025-03288	WEST PEARL QUEEN UNIT #146	HOBBBS	Lea	I	06-1995	F-33-19S-35E F	1980N	1980W	4961 A
30-025-03264	WEST PEARL QUEEN UNIT #152	HOBBBS	Lea	I	12-1992	H-31-19S-35E H	1650N	330E	5020 A
30-025-03267	WEST PEARL QUEEN UNIT #156	HOBBBS	Lea	I	12-1992	J-31-19S-35E J	2310S	1980E	4997 A
30-025-20114	WEST PEARL QUEEN UNIT #157	HOBBBS	Lea	O	11-1989	I-31-19S-35E I	2310S	990E	5004 A
30-025-03269	WEST PEARL QUEEN UNIT #159	HOBBBS	Lea	O	12-1989	K-32-19S-35E K	1980S	1980W	A
30-025-22870	WEST PEARL QUEEN UNIT #163	HOBBBS	Lea	O	01-1993	D-33-19S-35E D	5N	1315W	S
30-025-23083	WEST PEARL QUEEN UNIT #164	HOBBBS	Lea	O	03-1980	F-32-19S-35E F	1325N	2635W	A

API #	Well Name and Number	District	County	Type	Production/ Injection	ULSTR	OCD Unit Letter	FNS	FEW	Depth	Status
30-025-08551	EAST PEARL QUEEN UNIT #033	HOBBS	Lea	I	09-1999	L-27-19S-35E	L	1980S	660W		A
30-025-11884	GREGORY A #005	HOBBS	Lea	G	07-2000	I-33-25S-37E	I	1980S	660E		A
30-041-10126	HORTON FEDERAL #001	HOBBS	Roosevelt	I	02-2000	1-30-08S-35E	D	330N	330W	4693	A
30-041-10128	HORTON FEDERAL #006	HOBBS	Roosevelt	I	02-2000	3-30-08S-35E	L	2310S	330W	4700	A
30-041-10114	HORTON FEDERAL #020	HOBBS	Roosevelt	I	02-2000	D-29-08S-35E	D	330N	330W	4764	A
30-041-10122	HORTON FEDERAL #028	HOBBS	Roosevelt	O	11-2000	A-29-08S-35E	A	330N	990E	4713	A
30-041-20754	HORTON FEDERAL #036	HOBBS	Roosevelt	O	11-2000	B-30-08S-35E	B	990N	1581E	4806	A
30-025-34621	LISA STATE #002	HOBBS	Lea	O	05-2000	B-19-20S-36E	B	660N	1980E	4900	A
30-025-20209	MESA QUEEN UNIT #003	HOBBS	Lea	O	10-1999	A-16-16S-32E	A	660N	660E	3485	A
30-025-03316	SOUTH PEARL QUEEN UNIT #007	HOBBS	Lea	I	08-1999	F-03-20S-35E	F	2332N	1650W		A
30-025-30864	WEST PEARL QUEEN UNIT #194	HOBBS	Lea	O	11-2000	P-29-19S-35E	P	100S	92E		A

Case No. 12896 : **Application of the New Mexico Oil Conservation Division for an Order Requiring Xeric Oil & Gas Corporation to Bring One Hundred Twenty-Five (125) Wells into Compliance with Rule 201.B, and Assessing Appropriate Civil Penalties; Lea, Roosevelt and Eddy Counties, New Mexico.** The Applicant seeks an order requiring Xeric Oil & Gas Corporation to bring 125 inactive wells located in Lea, Roosevelt and Eddy Counties, New Mexico into compliance with OCD Rule 201.B by either restoring said wells to production or beneficial use, plugging and abandoning said wells or securing Division approval for temporary abandonment thereof, and seeks civil penalties. The affected wells are the following:

In Lea County, New Mexico:

API #	Well Name and Number	District	County	Type	Last Production/ Injection	ULSTR
30-025-03189	EAST PEARL QUEEN UNIT #001	HOBBS	Lea	I	12-1992	B-22-19S-35E
30-025-03186	EAST PEARL QUEEN UNIT #004	HOBBS	Lea	O	12-1992	E-22-19S-35E
30-025-03179	EAST PEARL QUEEN UNIT #006	HOBBS	Lea	O	12-1992	G-22-19S-35E
30-025-03183	EAST PEARL QUEEN UNIT #007	HOBBS	Lea	I	11-1990	J-22-19S-35E ¹
30-025-03182	EAST PEARL QUEEN UNIT #008	HOBBS	Lea	O	04-1990	K-22-19S-35E
30-025-03185	EAST PEARL QUEEN UNIT #009	HOBBS	Lea	I	12-1992	L-22-19S-35E
30-025-03175	EAST PEARL QUEEN UNIT #011	HOBBS	Lea	I	12-1992	N-21-19S-35E
30-025-03174	EAST PEARL QUEEN UNIT #012	HOBBS	Lea	O	12-1992	O-21-19S-35E
30-025-03184	EAST PEARL QUEEN UNIT #014	HOBBS	Lea	O	12-1989	M-22-19S-35E
30-025-03181	EAST PEARL QUEEN UNIT #015	HOBBS	Lea	I	12-1992	N-22-19S-35E
30-025-03180	EAST PEARL QUEEN UNIT #016	HOBBS	Lea	O	07-1986	O-22-19S-35E
30-025-03188	EAST PEARL QUEEN UNIT #017	HOBBS	Lea	I	12-1992	P-22-19S-35E
30-025-03216	EAST PEARL QUEEN UNIT #018	HOBBS	Lea	I	12-1992	B-27-19S-35E
30-025-03217	EAST PEARL QUEEN UNIT #020	HOBBS	Lea	I	08-1996	D-27-19S-35E
30-025-03237	EAST PEARL QUEEN UNIT #021	HOBBS	Lea	O	12-1992	A-28-19S-35E
30-025-03235	EAST PEARL QUEEN UNIT #022	HOBBS	Lea	I	12-1992	B-28-19S-35E
30-025-03236	EAST PEARL QUEEN UNIT #023	HOBBS	Lea	I	12-1992	G-28-19S-35E
30-025-03238	EAST PEARL QUEEN UNIT #024	HOBBS	Lea	I	12-1992	H-28-19S-35E
30-025-03222	EAST PEARL QUEEN UNIT #026	HOBBS	Lea	I	05-1990	F-27-19S-35E
30-025-03215	EAST PEARL QUEEN UNIT #028	HOBBS	Lea	I	12-1992	H-27-19S-35E
30-025-03213	EAST PEARL QUEEN UNIT #030	HOBBS	Lea	O	12-1989	I-27-19S-35E
30-025-03220	EAST PEARL QUEEN UNIT #032	HOBBS	Lea	I	11-1992	K-27-19S-35E
30-025-03219	EAST PEARL QUEEN UNIT #037	HOBBS	Lea	O	12-1992	O-27-19S-35E
30-025-03295	EAST PEARL QUEEN UNIT #039	HOBBS	Lea	O	04-1990	A-34-19S-35E
30-025-03299	EAST PEARL QUEEN UNIT #041	HOBBS	Lea	I	07-1994	C-34-19S-35E
30-025-03298	EAST PEARL QUEEN UNIT #042	HOBBS	Lea	I	02-1994	D-34-19S-35E
30-025-03301	EAST PEARL QUEEN UNIT #043	HOBBS	Lea	I	01-1993	E-34-19S-35E
30-025-03300	EAST PEARL QUEEN UNIT #044	HOBBS	Lea	I	12-1992	F-34-19S-35E
30-025-03296	EAST PEARL QUEEN UNIT #045	HOBBS	Lea	O	07-1973	G-34-19S-35E
30-025-03302	EAST PEARL QUEEN UNIT #046	HOBBS	Lea	I	12-1992	H-34-19S-35E
30-025-03303	EAST PEARL QUEEN UNIT #049	HOBBS	Lea	I	12-1992	J-34-19S-35E
30-025-03292	EAST PEARL QUEEN UNIT #051	HOBBS	Lea	I	12-1992	L-34-19S-35E
30-025-03294	EAST PEARL QUEEN UNIT #052	HOBBS	Lea	O	12-1989	M-34-19S-35E

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30-025-03293	EAST PEARL QUEEN UNIT #053	HOBBS	Lea	I	12-1992	N-34-19S-35E
30-025-23302	EAST PEARL QUEEN UNIT #056	HOBBS	Lea	O	12-1992	F-34-19S-35E
30-025-23409	EAST PEARL QUEEN UNIT #057	HOBBS	Lea	O	12-1992	K-34-19S-35E
30-025-23427	EAST PEARL QUEEN UNIT #059	HOBBS	Lea	O	12-1992	H-27-19S-35E
30-025-31106	EAST PEARL QUEEN UNIT #077	HOBBS	Lea	O	12-1993	I-28-19S-35E
30-025-31121	EAST PEARL QUEEN UNIT #082	HOBBS	Lea	O	01-1993	K-27-19S-35E
30-025-11865	GREGORY C #001	HOBBS	Lea	O	12-1992	C-33-25S-37E
30-025-29203	JORDAN B #002	HOBBS	Lea	O	05-1992	G-11-20S-35E
30-025-20449	MESA QUEEN UNIT #002	HOBBS	Lea	I	12-1992	B-16-16S-32E
30-025-20327	MESA QUEEN UNIT #005	HOBBS	Lea	I	12-1992	H-17-16S-32E
30-025-20321	MESA QUEEN UNIT #009	HOBBS	Lea	I	07-1993	H-16-16S-32E
30-025-20230	MESA QUEEN UNIT #011	HOBBS	Lea	I	12-1992	K-17-16S-32E
30-025-20214	MESA QUEEN UNIT #012	HOBBS	Lea	O	05-1986	J-17-16S-32E
30-025-20123	MESA QUEEN UNIT #014	HOBBS	Lea	I	NONE	L-16-16S-32E
30-025-20585	MESA QUEEN UNIT #016	HOBBS	Lea	I	12-1992	J-16-16S-32E
30-025-20556	MESA QUEEN UNIT #017	HOBBS	Lea	O	07-1991	M-17-16S-32E
30-025-20564	MESA QUEEN UNIT #019	HOBBS	Lea	O	05-1986	O-17-16S-32E
30-025-20269	MESA QUEEN UNIT #020	HOBBS	Lea	I	12-1992	P-17-16S-32E
30-025-20255	MESA QUEEN UNIT #021	HOBBS	Lea	O	12-1977	M-16-16S-32E
30-025-20439	MESA QUEEN UNIT #022	HOBBS	Lea	O	08-1974	D-20-16S-32E
30-025-20988	MESA QUEEN UNIT #023	HOBBS	Lea	O	10-1986	C-20-16S-32E
30-025-21216	MESA QUEEN UNIT #024	HOBBS	Lea	O	11-1983	E-20-16S-32E
30-025-23483	MESA QUEEN UNIT #025	HOBBS	Lea	I	07-1988	N-16-16S-32E
30-025-12512	MEXICO U #001	HOBBS	Lea	O	04-1986	B-08-19S-38E
30-025-30954	MEXICO U #003	HOBBS	Lea	O	11-1998	B-08-19S-38E
30-025-03325	SOUTH PEARL QUEEN UNIT #011	HOBBS	Lea	I	12-1992	K-04-20S-35E
30-025-03331	SOUTH PEARL QUEEN UNIT #013	HOBBS	Lea	I	12-1992	P-05-20S-35E
30-025-03324	SOUTH PEARL QUEEN UNIT #015	HOBBS	Lea	I	09-1987	N-04-20S-35E
30-025-03319	SOUTH PEARL QUEEN UNIT #019	HOBBS	Lea	I	04-1986	N-03-20S-35E
30-025-03342	SOUTH PEARL QUEEN UNIT #021	HOBBS	Lea	I	12-1992	D-10-20S-35E
30-025-03340	SOUTH PEARL QUEEN UNIT #023	HOBBS	Lea	I	08-1996	B-09-20S-35E
30-025-03343	SOUTH PEARL QUEEN UNIT #024	HOBBS	Lea	O	03-1988	C-09-20S-35E
30-025-03344	SOUTH PEARL QUEEN UNIT #025	HOBBS	Lea	I	07-1988	D-09-20S-35E
30-025-10589	STATE BD 36 #001	HOBBS	Lea	O	10-1979	J-36-22S-37E
30-025-34134	UNION STATE AB #002	HOBBS	Lea	O	NONE	B-30-20S-36E
30-025-03247	WEST PEARL QUEEN UNIT #103	HOBBS	Lea	O	12-1979	C-29-19S-35E
30-025-03231	WEST PEARL QUEEN UNIT #107	HOBBS	Lea	O	03-1980	C-28-19S-35E
30-025-03254	WEST PEARL QUEEN UNIT #110	HOBBS	Lea	I	02-1994	H-29-19S-35E
30-025-03244	WEST PEARL QUEEN UNIT #112	HOBBS	Lea	I	12-1992	F-29-19S-35E
30-025-03241	WEST PEARL QUEEN UNIT #117	HOBBS	Lea	O	03-1980	K-29-19S-35E
30-025-03248	WEST PEARL QUEEN UNIT #118	HOBBS	Lea	I	12-1992	J-29-19S-35E
30-025-03240	WEST PEARL QUEEN UNIT #119	HOBBS	Lea	I	04-1994	I-29-19S-35E
30-025-03224	WEST PEARL QUEEN UNIT #120	HOBBS	Lea	I	06-1995	L-28-19S-35E
30-025-03225	WEST PEARL QUEEN UNIT #121	HOBBS	Lea	I	06-1995	K-28-19S-35E
30-025-03228	WEST PEARL QUEEN UNIT #122	HOBBS	Lea	I	12-1992	J-28-19S-35E
30-025-03229	WEST PEARL QUEEN UNIT #124	HOBBS	Lea	I	06-1992	O-28-19S-35E
30-025-03242	WEST PEARL QUEEN UNIT #127	HOBBS	Lea	I	06-1995	P-29-19S-35E
30-025-03243	WEST PEARL QUEEN UNIT #129	HOBBS	Lea	I	12-1994	N-29-19S-35E

30-025-03250	WEST PEARL QUEEN UNIT #130	HOBBS	Lea	O	03-1991	M-29-19S-35E
30-025-03262	WEST PEARL QUEEN UNIT #134	HOBBS	Lea	I	12-1992	B-31-19S-35E
30-025-03273	WEST PEARL QUEEN UNIT #137	HOBBS	Lea	O	06-1990	C-32-19S-35E
30-025-03283	WEST PEARL QUEEN UNIT #140	HOBBS	Lea	I	12-1992	D-33-19S-35E
30-025-03285	WEST PEARL QUEEN UNIT #142	HOBBS	Lea	I	08-1996	B-33-19S-35E
30-025-03286	WEST PEARL QUEEN UNIT #143	HOBBS	Lea	I	08-1996	A-33-19S-35E
30-025-03288	WEST PEARL QUEEN UNIT #146	HOBBS	Lea	I	06-1995	F-33-19S-35E
30-025-03264	WEST PEARL QUEEN UNIT #152	HOBBS	Lea	I	12-1992	H-31-19S-35E
30-025-03267	WEST PEARL QUEEN UNIT #156	HOBBS	Lea	I	12-1992	J-31-19S-35E
30-025-20114	WEST PEARL QUEEN UNIT #157	HOBBS	Lea	O	11-1989	I-31-19S-35E
30-025-03269	WEST PEARL QUEEN UNIT #159	HOBBS	Lea	O	12-1989	K-32-19S-35E
30-025-22870	WEST PEARL QUEEN UNIT #163	HOBBS	Lea	O	01-1993	D-33-19S-35E
30-025-23083	WEST PEARL QUEEN UNIT #164	HOBBS	Lea	O	03-1980	F-32-19S-35E
30-025-23084	WEST PEARL QUEEN UNIT #165	HOBBS	Lea	O	12-1979	K-29-19S-35E
30-025-25365	WEST PEARL QUEEN UNIT #169	HOBBS	Lea	O	10-1993	N-28-19S-35E
30-025-30861	WEST PEARL QUEEN UNIT #191	HOBBS	Lea	O	09-1993	M-28-19S-35E
30-025-30867	WEST PEARL QUEEN UNIT #192	HOBBS	Lea	O	01-1994	J-28-19S-35E
30-025-31125	WEST PEARL QUEEN UNIT #202	HOBBS	Lea	O	02-1995	B-32-19S-35E
30-025-08551	EAST PEARL QUEEN UNIT #033	HOBBS	Lea	I	09-1999	L-27-19S-35E
30-025-11884	GREGORY A #005	HOBBS	Lea	G	07-2000	I-33-25S-37E
30-025-34621	LISA STATE #002	HOBBS	Lea	O	05-2000	B-19-20S-36E
30-025-20209	MESA QUEEN UNIT #003	HOBBS	Lea	O	10-1999	A-16-16S-32E
30-025-03316	SOUTH PEARL QUEEN UNIT #007	HOBBS	Lea	I	08-1999	F-03-20S-35E
30-025-30864	WEST PEARL QUEEN UNIT #194	HOBBS	Lea	O	11-2000	P-29-19S-35E

Case No. 12846 : **Application of the New Mexico Oil Conservation Division for an Order Requiring Xeric Oil & Gas Corporation to Bring One Hundred Twenty-Five (125) Wells into Compliance with Rule 201.B, and Assessing Appropriate Civil Penalties; Lea, Roosevelt and Eddy Counties, New Mexico.** The Applicant seeks an order requiring Xeric Oil & Gas Corporation to bring 125 inactive wells located in Lea, Roosevelt and Eddy Counties, New Mexico into compliance with OCD Rule 201.B by either restoring said wells to production or beneficial use, plugging and abandoning said wells or securing Division approval for temporary abandonment thereof, and seeks civil penalties. The affected wells are the following:

In Roosevelt County, New Mexico:

API #	Well Name and Number	District	County	Type	Last Production/ Injection	ULSTR
30-041-10201	HORTON FEDERAL #008	HOBBS	Roosevelt	O	03-1984	K-30-08S-35E
30-041-10105	HORTON FEDERAL #009	HOBBS	Roosevelt	I	03-1996	J-30-08S-35E
30-041-10106	HORTON FEDERAL #010	HOBBS	Roosevelt	O	08-1995	A-30-08S-35E
30-041-10109	HORTON FEDERAL #013	HOBBS	Roosevelt	O	04-1986	O-30-08S-35E
30-041-10203	HORTON FEDERAL #018	HOBBS	Roosevelt	O	08-1995	E-29-08S-35E
30-041-10113	HORTON FEDERAL #019	HOBBS	Roosevelt	O	08-1997	C-31-08S-35E
30-041-10115	HORTON FEDERAL #021	HOBBS	Roosevelt	I	03-1996	L-29-08S-35E
30-041-10120	HORTON FEDERAL #026	HOBBS	Roosevelt	I	03-1996	B-29-08S-35E
30-041-10123	HORTON FEDERAL #029	HOBBS	Roosevelt	I	03-1996	H-29-08S-35E
30-041-10130	HORTON FEDERAL #030	HOBBS	Roosevelt	O	06-1994	K-29-08S-35E
30-041-20756	HORTON FEDERAL #032	HOBBS	Roosevelt	I	NONE	H-30-08S-35E
30-041-20757	HORTON FEDERAL #033	HOBBS	Roosevelt	O	01-1996	G-30-08S-35E
30-041-20753	HORTON FEDERAL #035	HOBBS	Roosevelt	O	01-1996	C-30-08S-35E
30-041-10126	HORTON FEDERAL #001	HOBBS	Roosevelt	I	02-2000	1-30-08S-35E
30-041-10128	HORTON FEDERAL #006	HOBBS	Roosevelt	I	02-2000	3-30-08S-35E
30-041-10114	HORTON FEDERAL #020	HOBBS	Roosevelt	I	02-2000	D-29-08S-35E
30-041-10122	HORTON FEDERAL #028	HOBBS	Roosevelt	O	11-2000	A-29-08S-35E
30-041-20754	HORTON FEDERAL #036	HOBBS	Roosevelt	O	11-2000	B-30-08S-35E

Case No. 12896 : **Application of the New Mexico Oil Conservation Division for an Order Requiring Xeric Oil & Gas Corporation to Bring One Hundred Twenty-Five (125) Wells into Compliance with Rule 201.B, and Assessing Appropriate Civil Penalties; Lea, Roosevelt and Eddy Counties, New Mexico.** The Applicant seeks an order requiring Xeric Oil & Gas Corporation to bring 125 inactive wells located in Lea, Roosevelt and Eddy Counties, New Mexico into compliance with OCD Rule 201.B by either restoring said wells to production or beneficial use, plugging and abandoning said wells or securing Division approval for temporary abandonment thereof, and seeks civil penalties. The affected wells are the following:

In Eddy County, New Mexico:

API #	Well Name and Number	District	County	Type	Last Production/ Injection	ULSTR
30-015-22220	EDDY GF STATE #001	ARTESIA	Eddy	G	12-1997	C-16-23S-27E
30-015-22408 #001	KEOHANE ET AL B FEDERAL	ARTESIA	Eddy	G	12-1993	E-28-18S-31E

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 Midland, TX 79702

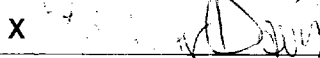
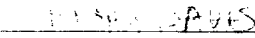
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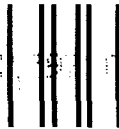
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