

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

IN THE MATTER OF:

**CASE NO. 14337
ORDER NO. R-13141**

**APPLICATION OF NACOGDOCHES OIL
AND GAS, INC. FOR APPROVAL OF A
WATER DISPOSAL WELL, EDDY COUNTY,
NEW MEXICO.**

ORDER OF THE DIVISION

BY THE DIVISION:

This case came on for consideration with respect to the compliance status of the applicant.

NOW, on this 30th day of June, 2009, the Division Director, having considered the matter and being fully advised

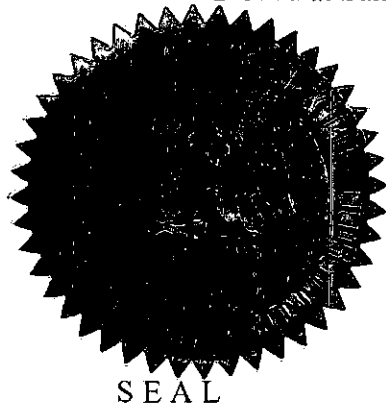
FINDS THAT:

- (1) Due notice has been given, and the Division has jurisdiction of the subject matter of this case.
- (2) In this case, Nacogdoches Oil and Gas, Inc. (Applicant) seeks a permit to inject water into a well for purpose of disposal.
- (3) Information in the Division's files demonstrates that Applicant is not now in compliance with Division Rule 5.9.
- (4) Division Rule 26.8 provides that the Division shall grant a permit for injection only to an operator who is in compliance with Rule 5.9.
- (5) Accordingly, this case should be continued, and no further proceedings had herein, until such time as Applicant can demonstrate that it is in compliance with Rule 5.9.

IT IS THEREFORE ORDERED THAT:

- (1) The hearing of this case, presently set for July 9, 2009, is hereby continued indefinitely.
- (2) Applicant may request that this case be again set for hearing when it can demonstrate that it is in compliance with Rule 5.9.
- (3) Jurisdiction of this case is retained for the entry of such further orders as the Division may deem necessary.

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



STATE OF NEW MEXICO
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A handwritten signature in black ink, appearing to read "Mark E. Fesmire".

MARK E. FESMIRE, P.E.
Director