



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

January 26, 2005

Brian Huzzey
3300 North "A" St.,
Building 2, Suite 120
Midland, TX 79705

30-015-33611

30-015-33610

VIA FACSIMILE (432)-686-7806/Mail

RECEIVED

FEB 02 2005

OCD-ARTESIA

RE: Application of Nearburg Producing Company for Salt Water Disposal
McKittrick 11 Federal
Well No. 3 in NW/4 and Well No. 5 in SW/4 (Deviated Wells)
Section 11, Township 22 South, Range 24 East, NMPM, Eddy County, NM
Proposed Cisco/Canyon Injection Intervals

Dear Brian:

Yates Petroleum Corporation has objected to both of your applications as referenced above within the 15-day protest period. Therefore, we can no longer process these applications administratively. Please disregard any injection permits you may receive through the mail for these two wells.

If you do not reach agreement with Yates and still desire to inject into these wells, you must work with Florene Davidson of this office to set the applications to hearing. If you do reach an agreement, I must have a letter from Yates withdrawing the protest, prior to resuming administrative review of this application.

If I don't hear from you by next Wednesday, February 2, 2005, I will consider these administrative applications as cancelled.

Many Regards,

William V. Jones, P.E.

505-476-3448

wvjones@state.nm.us

Cc: William F. Carr by fax (505-983-6043) as attorney for Nearburg Producing Company
Oil Conservation Division – Artesia