



APPLICATION PROTESTED

APPLICANT: Ray Westall Operating, Inc

APPLICATION TYPE: SUD

WELL NAME: COWTOWN LOD #1

API NUMBER: 30-015-

ADMIN. APPL. NO.: DMAM18318 33631

UL-S-T-R: I-14-185-26E

PROTESTANT: NMSLO

DATE PROTEST RECEIVED: ~~11~~ 11-19-2018

DATE AND METHOD OF NOTIFICATION OF APPLICANT:

E-mail 12-07-2018

RESOLUTION:

☐ Hearing

☐ Negotiated/Withdrawn

☐ Denied/Cancelled by Division

NOTES/COMMENTS:

Make sure to confirm application status in E-permitting
and entered into Protest Tracking Spreadsheet

McMillan, Michael, EMNRD

From: ben@sosconsulting.us
Sent: Friday, December 7, 2018 11:56 AM
To: McMillan, Michael, EMNRD
Cc: Holm, Anchor E.; Crosby, Faith; Jones, William V, EMNRD; Goetze, Phillip, EMNRD; Lowe, Leonard, EMNRD
Subject: [EXT] RE: Notification of Protest for Application to Inject - Cowtown Loyd Well No. 1-NMSLO

Thanks Mike – I'll let RWO know and keep you advised.

Ben

From: McMillan, Michael, EMNRD <Michael.McMillan@state.nm.us>
Sent: Friday, December 07, 2018 12:52 PM
To: Ben Stone <ben@sosconsulting.us>
Cc: Holm, Anchor E. <aholm@slo.state.nm.us>; Crosby, Faith <fcrosby@slo.state.nm.us>; Jones, William V, EMNRD <WilliamV.Jones@state.nm.us>; Goetze, Phillip, EMNRD <Phillip.Goetze@state.nm.us>; Lowe, Leonard, EMNRD <Leonard.Lowe@state.nm.us>
Subject: Notification of Protest for Application to Inject - Cowtown Loyd Well No. 1-NMSLO

RE: Cowtown Loyd #1 (API 30-015-23618; Admin. Appl. No pMAM1831833631) Unit I; Sec 14, T18S, R26E, NMPM, Eddy County

Mr. Stone:

OCD was notified by New Mexico State Land Office that it is protesting this application. These party is identified as an affected person for the location being considered for the application. You are being notified that if Ray Westall Operating, Inc. wishes for this application to be considered, they must either go to hearing or may be reviewed administratively if the protest is withdrawn as a result of a negotiated resolution with this party. The application will be retained pending resolution of the protest. Please continue to provide OCD with information regarding the standing of this application. Please me call with any questions on this matter.

Contact Information:

Mr. Anchor Holm
Engineer
New Mexico State Land Office
310 Old Santa Fe Trail
Santa Fe, NM
505-827-5759 (phone)
e-mail: aholm@slo.state.nm.us

Michael McMillan
1220 South St. Francis
Santa Fe, New Mexico
505-476-3448
michael.mcmillan@state.nm.us

McMillan, Michael, EMNRD

From: McMillan, Michael, EMNRD
Sent: Friday, December 7, 2018 11:52 AM
To: Ben Stone
Cc: Anchor, Holm; Crosby, Faith; Jones, William V, EMNRD; Goetze, Phillip, EMNRD; Lowe, Leonard, EMNRD
Subject: Notification of Protest for Application to Inject - Cowtown Loyd Well No. 1-NMSLO
Attachments: Westall CowtownLoyd NMSLOprotest.pdf; Ray Westall CowtownLoyd NMSLOProtest EMail.pdf

RE: Cowtown Loyd #1 (API 30-015-23618; Admin. Appl. No pMAM1831833631) Unit I; Sec 14, T18S, R26E, NMPM, Eddy County

Mr. Stone:

OCD was notified by New Mexico State Land Office that it is protesting this application. These party is identified as an affected person for the location being considered for the application. You are being notified that if Ray Westall Operating, Inc. wishes for this application to be considered, they must either go to hearing or may be reviewed administratively if the protest is withdrawn as a result of a negotiated resolution with this party. The application will be retained pending resolution of the protest. Please continue to provide OCD with information regarding the standing of this application. Please me call with any questions on this matter.

Contact Information:

Mr. Anchor Holm
Engineer
New Mexico State Land Office
310 Old Santa Fe Trail
Santa Fe, NM
505-827-5759 (phone)
e-mail: aholm@slo.state.nm.us

Michael McMillan
1220 South St. Francis
Santa Fe, New Mexico
505-476-3448
Michael.mcmillan@state.nm.us



Aubrey Dunn
COMMISSIONER

State of New Mexico
Commissioner of Public Lands

310 OLD SANTA FE TRAIL
P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148

COMMISSIONER'S OFFICE

Phone (505) 827-5760
Fax (505) 827-5766
www.nmstatelands.org

NM OIL CONSERVATION

ARTESIA DISTRICT

NOV 19 2018

RECEIVED

GC 11-20-18
Accepted for record - NMOCD

November 13, 2018

Ray Westall Operating Inc
P.O. Box 4
Loco Hills, NM 88255

Certified Mail

7016 1130 0001 5847 5541

Re: Non-renewal of Salt Water Disposal Easement SWD-0327
(Cowtown Loyd #1, API 30-015-23618)

Dear Mr. Westall,

This letter is to inform you of the formal expiration of Salt Water Disposal Easement SWD-327 effective December 10, 2017.

The State Land Office has reviewed the application to deepen the Cowtown Loyd SWD #1 well located 1,830' FSL, 510' FEL, Section 14, Township 18 South, Range 28 East, in Eddy County, New Mexico. The proposed additional saltwater disposal (SWD) injection interval is 9630'-9780' into the Upper Penn formation. An oil well, the Cowtown Loyd, (30-015-22830) produced oil from 9630'-9786' from years 1981 to 2004. Approximately 10 oil wells have produced oil and gas from the same interval, all located within 1 mile of the SWD well in question.

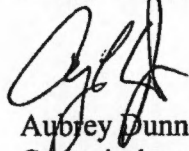
The State Land Office plans to oppose the SWD application when presented to the OCD and will recommend that the application to dispose of salt water into a known producing oil and gas zone be denied.

All equipment on site used exclusively for the disposal of salt water must be removed within 90 days, and the well plugged and abandoned per the requirements of the New Mexico Oil Conservation Division. The site must be fully reclaimed within a two year period for which Ray Westall Operating must have a Right of Entry Permit.

November 8, 2018
Ray Westall Operating Inc
Page 2

If you have any questions, please contact Faith Crosby of the Oil, Gas and Minerals Division at the address above or by calling (505)-827-5849.

Respectfully,



Aubrey Dunn
Commissioner of Public Lands

EM/fc

Cc: ~~New Mexico Oil Conservation Division, Artesia, NM~~

McMillan, Michael, EMNRD

From: Holm, Anchor <aholm@slo.state.nm.us>
Sent: Friday, December 7, 2018 10:56 AM
To: McMillan, Michael, EMNRD
Cc: Martin, Ed; Crosby, Faith
Subject: [EXT] FW: Cowtown Llyd SWD#1 (30-015-23618) Proposed Deepening to U.Penn

Michael,

Below is my latest email sent to Ed Martin and Faith Crosby. I am not sure how it was forwarded.

Anchor E. Holm
Geoscientist/Petroleum Engineering Specialist
Oil Gas & Minerals Division
505.827.5759
New Mexico State Land Office
310 Old Santa Fe Trail
P.O. Box 1148
Santa Fe, NM 87504-1148
aholm@slo.state.nm.us
nmstatelands.org



***The New Mexico State Land Office will be closed from 12/21/2018 at 1:00 PM – 01/01/2019. The office will reopen on 01/02/2019. Happy Holidays!**

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From: Holm, Anchor
Sent: Thursday, November 8, 2018 10:42 AM
To: Martin, Ed <emartin@slo.state.nm.us>; Crosby, Faith <fcrosby@slo.state.nm.us>
Subject: Cowtown Llyd SWD#1 (30-015-23618) Proposed Deepening to U.Penn

The State Land Office (SLO) has reviewed the application of Ray Westhall Operating, Inc. to deepen the Cowtown Lloyd SWD#1 (30-015-23618) well located 1,830' FSL, 510' FEL, Section 14, Township 18 South, Range 28 East, in Eddy County, New Mexico. The proposed additional saltwater disposal (SWD) injection interval is 9630'-9780' into the Upper Penn formation.

This Cowtown Lloyd oil well (30-015-22830) has produced oil from 9630'-9786' from 1981 to before plugging back to the Wolfcamp in 2004. Approximately 10 oil wells have produced oil and gas from the same interval, all located within 1 mile of the well in question.

The State Land Office plans to oppose this SWD revised application and will recommend that the New Mexico OCD deny this application to dispose of salt water into known producing oil and gas zone.

Anchor E. Holm
Geoscientist/Petroleum Engineering Specialist
Oil Gas & Minerals Division
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