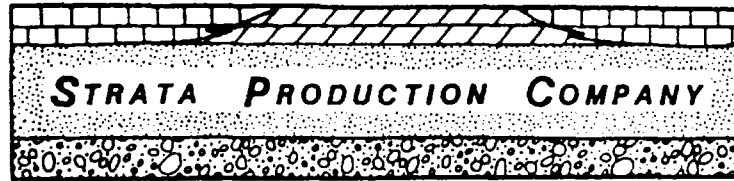


220047089

SWD

8/1/02

9/5/02

TELEPHONE (505) 622-1127
FACSIMILE (505) 623-3533POST OFFICE DRAWER 1030
ROSWELL, NM 88202-1030200 WEST FIRST STREET, ROSWELL PETROLEUM BUILDING, SUITE 700
ROSWELL, NEW MEXICO 88201

June 28, 2002

New Mexico Oil Conservation Division
1220 South St. Francis Dr.
Santa Fe, New Mexico 87505

Attention: David Catanach

RE:

Application for Salt Water Disposal Well
 Forty Niner Ridge Unit #1
 Bell Canyon and Cherry Canyon Formations
 Unit Letter J, Section 16, T-23-S, R-30-E
 Eddy County, New Mexico

(30-015-20899)

845

Gentlemen:

Strata Production Company respectfully requests administrative approval for the attached C-108 application on its Forty Niner Ridge Unit # 1 well for the purpose of disposing of produced fluids in the non-commercial Bell Canyon and Cherry Canyon interval. This work will allow Strata, to supplement the disposal for the Nash Draw Unit and dispose of produced water that is anticipated from work to be performed on wells in the Forty Niner Ridge Unit. The installation of the proposed disposal well will lower the current economic limit on each well and ultimately allow Strata to recover additional oil & gas reserves that would otherwise be left in place.

Strata respectfully requests that this application be approved administratively, or through an NMOCD sponsored hearing scheduled at the earliest possible time. This is requested so that the necessary operations can be advanced in a prudent manner. If you have any questions concerning the application, please contact me at (505) 624-2800.

Yours very truly,

Bruce A. Stubbs
Consulting Engineer

Attachments
File

cc: Tim Gum - NMOCD; Artesia, New Mexico

#3 well not drilled
3626-5709-5728
Browns is not watered but
watering out any zones

They will RE-NOTICE WITH correct address
Wrong NMOCD address in notice
Strata has 514 in
copy / Shallan rights.
They will check
→ Was SLO NOTIFIED.
Please Back to Artesia Standard.
Lower beds in this well are
Same Zone as Bed in, in
well #3. with not plus back,
3626-4674-5,000/6205
To Saf Ball Cherry, Brushy
1244-1