

As an alternative to the conversion of the Eunice Plant 161 SWD Well No. 1, Applicant proposes to drill a new well for acid-gas injection operations at the following location in Section 3:

Eunice Middle-Plant AGI Well No. 1
1557' FNL and 1345' FEL
Section 3: SW/4 NE/4 (Unit G)
T-22-S, R-37-E, NMPM

For the Eunice Middle-Plant AGI Well No. 1, Applicant proposes to inject acid gas and water through a closed system into the lower San Andres formation via an open-hole completion at a depth interval of 4,500' to 5,000'. Injection operations through either well will be conducted at an anticipated maximum surface injection pressure of 2,000 psi or as permitted by the Division. Applicant proposes injection of acid-gas at average daily rates of approximately 2,200 bbls and at maximum daily rates of approximately 2,500 bbls. Additional injection of produced water and non-hazardous wastewater will range from 250 to 1,575 barrels per day, for a total injection volume of 2,450 to 4,075 barrels per day. The subject lands are located approximately one-half mile south of Eunice, New Mexico.

12. **CASE 14271:** *(Continued from the February 5, 2009 Examiner Hearing.)*
Application of Vanguard Permian, LLC for a non-standard gas spacing and proration unit and an unorthodox gas well location, Lea County, New Mexico. Applicant seeks an order approving a non-standard gas spacing and proration unit in the Queen formation (Byers-Queen Gas Pool) comprised of the N $\frac{1}{2}$ NE $\frac{1}{4}$ of Section 32, Township 18 South, Range 38 East, NMPM, and an unorthodox gas well location in the Queen formation for the State A Well No. 7, located 760 feet from the North line and 500 feet from the East line of Section 32. The well unit is located approximately 2-1/2 miles west-northwest of the intersection of State Highway 18 with U.S. Highway 62/180.
13. **CASE 14265:** *(Continued from the February 5, 2009 Examiner Hearing.)*
Application of Rosetta Resources Operating LP for approval of a salt water disposal well, San Juan County, New Mexico. Applicant seeks an order amending Division Administrative Order Nos. SWD-1063 and SWD-1063-A to approve of the disposal of produced salt water into the Cliff House zone of the Mesa Verde formation into the Tsah Tah SWD Well No. 11, located 970 feet from the South line and 1510 feet from the West line of Section 11, Township 24 North, Range 10 West, NMPM. The well is located approximately 26 miles south-southeast of Bloomfield, New Mexico.
14. **CASE 14266:** *(Continued from the February 5, 2009 Examiner Hearing.)*
Application of Rosetta Resources Operating LP for approval of a salt water disposal well, San Juan County, New Mexico. Applicant seeks an order amending Division Administrative Order Nos. SWD-1063 and SWD-1063-A to approve of the disposal of produced salt water into the Cliff House zone of the Mesa Verde formation into the Tsah Tah SWD Well No. 36, located 1800 feet from the North line and 1360 feet from the West line of Section 36, Township 25 North, Range 10 West, NMPM. The well is located approximately 23 miles south-southeast of Bloomfield, New Mexico.