STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

December 11, 1992

BK Petroleum, Inc. P. O. Box 826 Farmington, New Mexico 87499

RE: CASE NO. 10600 ORDER NO. R-9794

Dear Sir:

Enclosed herewith are two copies of the each of the above-referenced Division order recently entered in the subject case.

Sincerely,

Sally E. Leichtle

Administrative Secretary

cc: BLM - Farmington

OCD Aztec Office

OIL CONSERVE ON DIVISION REC: JED

'92 DE: | AM 8 44

November 30, 1992

Case 10600

Mr. Michael E. Stogner, Examiner New Mexico Oil Conservation Division P. O. Box 2088 Santa Fe, New Mexico 87501

Withdrawal of SWD Permit Application Nelson Well No. 1 Lease SF-081100-A 990' FNL, 1090' FEL, Section 8, T26N, R12W San Juan County, New Mexico

Dear Mr. Stogner:

Per today's telephone conversation with Ernie Bush regarding offset operator concerns that salt water injection into this well's proposed zone could impair offset Gallegos Gallup producing wells, BK Petroleum, Inc. desires to withdraw our September 28, 1992 Form C-108 Application for Authorization to Inject (Scheduled Examiner Hearing -Thursday December 3, 1992, Case 10600).

BK Petroleum, Inc. will review alternate uphole injection zones in this well and resubmit our Form C-108 Application for a different injection zone at a later date.

Sincerely,

Mildred L. Kuchera

President

MLK:pw

Copies to: BLM, Farmington

Mildred L. Kuchera

Frank Chavez, NMOCD, Aztec

Steve Dunn, Merrion Oil & Gas Corporation

November 18, 1992

OIL CONSERVATION DIVISION
P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

Floring

Fer a phone call from

Mr. Kuehera, this

care will be continued to

12/17/92