## BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF COASTAL OIL & GAS CORPORATION FOR SALT WATER DISPOSAL WELLS, LEA COUNTY, NEW MEXICO

Case No. <u>\$2-10</u>
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MAY 14 1984

## APPLICATION

OIL CONSERVATION DIVISION

Coastal Oil & Gas Corporation, by its undersigned attorneys, hereby makes application for approval of a salt water disposal well and approval to modify an existing salt water disposal well, and in support thereof would show:

- l. Applicant is the owner and operator of the following wells:
- (a) The State "22" No. 1 Well, located in the NEl/4SEl/4 of Section 22, Township 14 South, Range 32 East, N.M.P.M., Lea County, New Mexico. This well currently is used to dispose of produced salt water into the Pennsylvanian formation;
- (b) The State "27" No. 1 Well, located in the SEl/4NEl/4 of Section 27, Township 14 South, Range 32 East, N.M.P.M., Lea County, New Mexico. This well was drilled to the Pennsylvanian formation and plugged back to the San Andres formation, but has never produced commercial quantities of oil or gas.
- 2. Applicant proposes to plug back both wells to a depth of 5,100 to 5,500 feet from the surface, and dispose of produced salt water into the San Andres formation by use of both wells.
  - 3. The granting of this application will be in the

interests of conservation, the prevention of waste, and the protection of correlative rights.

4. Applicant requests that this matter be heard at the June 6, 1984 Examiner hearing.

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Date: May 14, 1984