

STATE OF NEW MEXICO
ENERGY, MINERALS, AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 9140 (Reopened)
Order No. R-8481-A

APPLICATION OF SCURLOCK PERMIAN CORPORATION,
FORMERLY PERMIAN CORPORATION, TO REOPEN CASE
NO. 9140 FOR THE PURPOSE OF RESCINDING
DIVISION ORDER NO. R-8481, WHICH AUTHORIZED
A COMMERCIAL SALT WATER DISPOSAL FACILITY IN
THE NW/4 OF SECTION 2, TOWNSHIP 23 SOUTH,
RANGE 29 EAST, NMPM, EDDY COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on September 19, 1991, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this 4th day of October 1991, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

(1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) By Order No. R-8481 dated July 27, 1987, Permian Corporation was authorized to construct and operate a commercial salt water disposal facility in the NW/4 of Section 2, Township 23 South, Range 29 East, NMPM, Eddy County, New Mexico.

(3) The applicant, Scurlock Permian Corporation (formerly Permian Corporation) seeks to reopen Case No. 9140 for the purpose of rescinding said Order No. R-8481.

(4) No party appeared and presented evidence at the hearing; however, the application filed by Scurlock Permian Corporation in this case indicates the following:

- 1) Permian Corporation never received a Business Lease from the Commissioner of Public Lands for the State of New Mexico, and has withdrawn its request for said lease;
- 2) Permian Corporation never began construction of the proposed disposal facility and does not intend to do so;
- 3) Permian Corporation never used the authority granted by said Order No. R-8481 and now wishes to cancel said permit.

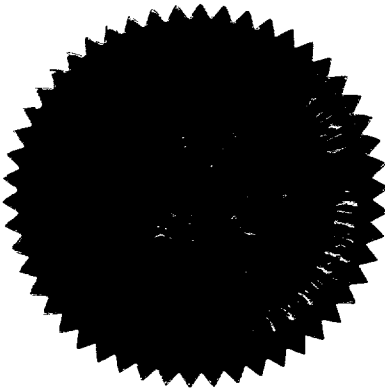
(5) Division Order No. R-8481 should be rescinded in its entirety.

IT IS THEREFORE ORDERED THAT:

(1) Division Order No. R-8481, issued in Case No. 9140 on July 27, 1987, is hereby rescinded in its entirety.

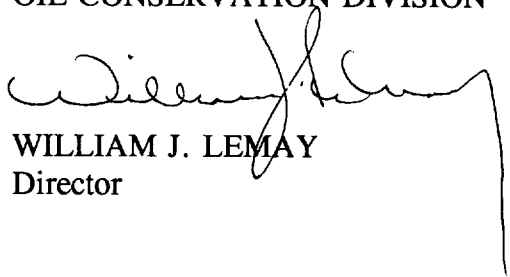
(2) Jurisdiction is hereby retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.



S E A L

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


WILLIAM J. LEMAY
Director