

CAMPBELL & BLACK, P.A.  
LAWYERS

JACK M. CAMPBELL  
BRUCE D. BLACK  
MICHAEL B. CAMPBELL  
WILLIAM F. CARR  
BRADFORD C. BERGE  
MARK F. SHERIDAN  
J. SCOTT HALL  
PETER N. IVES  
JOHN H. BEMIS  
MARTE D. LIGHTSTONE

GUADALUPE PLACE  
SUITE 1 - 110 NORTH GUADALUPE  
POST OFFICE BOX 2208  
SANTA FE, NEW MEXICO 87504-2208  
TELEPHONE: (505) 988-4421  
TELECOPIER: (505) 983-6043

June 21, 1988

HAND DELIVERED

RECEIVED

JUN 21 1988

OIL CONSERVATION DIVISION

William J. LeMay, Director  
Oil Conservation Division  
New Mexico Department of  
Energy, Minerals and Natural Resources  
State Land Office Building  
Santa Fe, New Mexico 87503

Re: OCD Case No. 9385 *Mr. S.*  
In the Matter of the Application of Blackwood &  
Nichols Co., Ltd., for Salt Water Disposal,  
San Juan County, New Mexico

Dear Mr. LeMay:

I would appreciate the Division continuing the above-referenced hearing from the June 22, 1988 Examiner docket to the July 6, 1988 Examiner docket.

Your assistance in this matter is appreciated.

Very truly yours,

*William F. Carr*  
WILLIAM F. CARR

WFC/mlh  
cc: William Clark  
Blackwood & Nichols

**BLACKWOOD & NICHOLS CO., LTD.**

P.O. BOX 1237  
DURANGO, COLORADO 81302-1237

(303) 247-0728

July 27, 1988

New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87501

Re: Case No. 9385  
Salt Water Disposal  
NEBU Well No. 206  
Ojo Alamo Formation

Gentlemen:

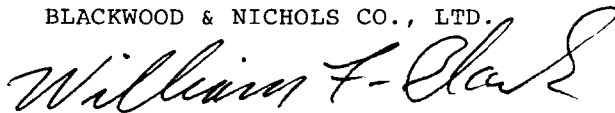
Please dismiss the referenced case. Blackwood & Nichols plans to abandon the Ojo Alamo formation in the No. 206 well as a possible salt water disposal zone. This decision is based on the step rate test. A formation parting pressure of 685 psig at 0.85 BPM over the Ojo Alamo perforations 2427' to 2536', net 80', was observed.

Subsequent swabbing yielded formation water at a marginal rate, 30-40 BWD. Both of these facts indicate limited reservoir development and significantly decrease the potential of successful long term water injectivity acceptance.

Please accept our apologies for this dismissal request being tardy. Thank you for your cooperation in this matter.

Sincerely,

BLACKWOOD & NICHOLS CO., LTD.



William F. Clark  
Operations Manager

WFC:ew

cc: William F. Carr  
Campbell, Byrd & Black

STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

August 3, 1988

GARREY CARRUTHERS  
GOVERNOR

POST OFFICE BOX 2288  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87501  
(505) 827-5800

Mr. William F. Carr  
Campbell & Black  
Attorneys at Law  
Post Office Box 2203  
Santa Fe, New Mexico

Re: CASE NO. 9385  
ORDER NO. R-8799

Applicant:

Blackwood & Nichols Co., Ltd.

Dear Sir:

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

Sincerely,

*Florene Davidson*

FLORENE DAVIDSON  
OC Staff Specialist

Copy of order also sent to:

Hobbs OCD X  
Artesia OCD X  
Aztec OCD X

Other William P. Clark