



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



BRUCE KING
GOVERNOR

October 13, 1992

ANITA LOCKWOOD
CABINET SECRETARY

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

McClellan Oil Corporation
850 United Bank Plaza
Drawer 730
Roswell, New Mexico 88202

Attn: Mr. Mark McClellan

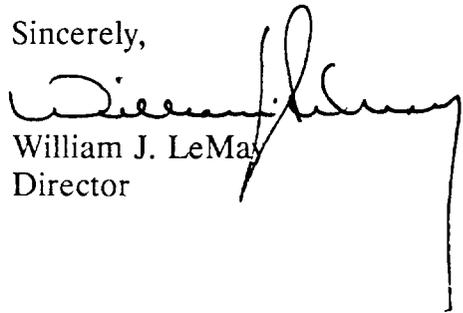
Re: *Request for Termination*
Division Order No. SWD-444

Dear Mr. McClellan,

Reference is made to your request for termination of Division Order No. SWD-444, dated October 5, 1992.

Termination of the aforementioned order is hereby granted, and injection authority granted therein, is hereby rescinded.

Sincerely,


William J. LeMay
Director

cc: Oil Conservation Division - Artesia
U.S. bureau of Land Management - Carlsbad

/BS/WJL



McClellan Oil Corporation

OIL CONSERVATION DIVISION
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October 5, 1992

Oil Conservation Division
New Mexico Department of Energy,
Minerals and Natural Resources
P.O. Box 2088
Santa Fe, NM 87504-2088

Attn: Mr. David R. Catanach

Re: Administrative Order No. SWD-444

Gentlemen:

The above captioned order was approved to Stevens Operating Corporation on October 28, 1991 permitting the conversion of a well then named the McClellan Federal No. 4, located in Unit P (660' FSL & 660' FEL) of Section 27, Township 13 South, Range 29 East, NMPM, Chaves County, New Mexico to a salt water disposal well.

A number of changes have subsequently occurred. McClellan Oil Corporation has replaced Stevens Operating Corporation, now in Chapter 7 bankruptcy, as operator. Another well was drilled on the lease, the Stevens Federal No. 3, Unit I (2270' FSL & 520' FEL) of Section 28, Township 13 South, Range 29 East, NMPM, Chaves County, New Mexico. This well has now been converted to a salt water disposal well under Administrative Order No. SWD-464. McClellan Oil Corporation therefore requests that Administrative Order No. SWD-444 be terminated.

Thank you for your consideration in this matter. We will appreciate written notification when termination action is taken.

Sincerely,

McCLELLAN OIL CORPORATION

Mark McClellan
Vice President