

SWD 3/19/98
700

SHACKELFORD OIL COMPANY

P.O. Box 10665 Midland Texas 79702

Phone(915) 682-9784
Fax (915) 684-5026

February 23, 1998

MAR - 4 1998

Oil Conservation Division
P.O. Box 2088
State Land Office Building
Santa Fe, NM 87501

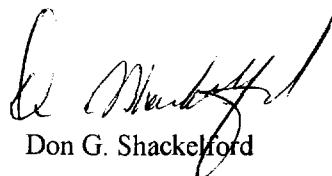
Attn: David R. Catanach

Re: Application for Saltwater Disposal
Hadson Federal No. 1
Seven Rivers Formation

Dear Sir:

Enclosed is Shackelford Oil Company's Application For Authorization To Inject (Form C-108) and required supporting data, for salt water disposal in the referenced well bore. I trust this will fulfill the data needed for the administrative approval of Shackelford Oil Company's application, but should you need additional data or have any questions, please contact me.

Very truly yours,


Don G. Shackelford

DGS:ns

APPLICATION FOR AUTHORIZATION TO INJECT

I. Purpose: Secondary Recovery Pressure Maintenance Disposal Storage
Application qualifies for administrative approval? yes no

II. Operator: SHACKELFORD OIL COMPANY

Address: P.O. Box 10665, Midland, Texas 79701

Contact party: Don G. Shackelford Phone: (915) 682-9784

III. Well data: Complete the data required on the reverse side of this form for each well proposed for injection. Additional sheets may be attached if necessary.

IV. Is this an expansion of an existing project? yes no
If yes, give the Division order number authorizing the project _____.

V. Attach a map that identifies all wells and leases within two miles of any proposed injection well with a one-half mile radius circle drawn around each proposed injection well. This circle identifies the well's area of review.

* VI. Attach a tabulation of data on all wells of public record within the area of review which penetrate the proposed injection zone. Such data shall include a description of each well's type, construction, date drilled, location, depth, record of completion, and a schematic of any plugged well illustrating all plugging detail.

VII. Attach data on the proposed operation, including:

1. Proposed average and maximum daily rate and volume of fluids to be injected;
2. Whether the system is open or closed;
3. Proposed average and maximum injection pressure;
4. Sources and an appropriate analysis of injection fluid and compatibility with the receiving formation if other than reinjected produced water; and
5. If injection is for disposal purposes into a zone not productive of oil or gas at or within one mile of the proposed well, attach a chemical analysis of the disposal zone formation water (may be measured or inferred from existing literature, studies, nearby wells, etc.).

*VIII. Attach appropriate geological data on the injection zone including appropriate lithologic detail, geological name, thickness, and depth. Give the geologic name, and depth to bottom of all underground sources of drinking water (aquifers containing waters with total dissolved solids concentrations of 10,000 mg/l or less) overlying the proposed injection zone as well as any such source known to be immediately underlying the injection interval.

IX. Describe the proposed stimulation program, if any.

* X. Attach appropriate logging and test data on the well. (If well logs have been filed with the Division they need not be resubmitted.)

* XI. Attach a chemical analysis of fresh water from two or more fresh water wells (if available and producing) within one mile of any injection or disposal well showing location of wells and dates samples were taken.

XII. Applicants for disposal wells must make an affirmative statement that they have examined available geologic and engineering data and find no evidence of open faults or any other hydrologic connection between the disposal zone and any underground source of drinking water.

XIII. Applicants must complete the "Proof of Notice" section on the reverse side of this form.

XIV. Certification

I hereby certify that the information submitted with this application is true and correct to the best of my knowledge and belief.

Name: Don G. Shackelford Title President

Signature: Don G. Shackelford Date: February 24, 1998

* If the information required under Sections VI, VIII, X, and XI above has been previously submitted, it need not be duplicated and resubmitted. Please show the date and circumstance of the earlier submittal.

III. WELL DATA

A. The following well data must be submitted for each injection well covered by this application. The data must be both in tabular and schematic form and shall include:

- (1) Lease name; Well No.; location by Section, Township, and Range; and footage location within the section.
- (2) Each casing string used with its size, setting depth, sacks of cement used, hole size, top of cement, and how such top was determined.
- (3) A description of the tubing to be used including its size, lining material, and setting depth.
- (4) The name, model, and setting depth of the packer used or a description of any other seal system or assembly used.

Division District offices have supplies of Well Data Sheets which may be used or which may be used as models for this purpose. Applicants for several identical wells may submit a "typical data sheet" rather than submitting the data for each well.

B. The following must be submitted for each injection well covered by this application. All items must be addressed for the initial well. Responses for additional wells need be shown only when different. Information shown on schematics need not be repeated.

- (1) The name of the injection formation and, if applicable, the field or pool name.
- (2) The injection interval and whether it is perforated or open-hole.
- (3) State if the well was drilled for injection or, if not, the original purpose of the well.
- (4) Give the depths of any other perforated intervals and detail on the sacks of cement or bridge plugs used to seal off such perforations.
- (5) Give the depth to and name of the next higher and next lower oil or gas zone in the area of the well, if any.

XIV. PROOF OF NOTICE

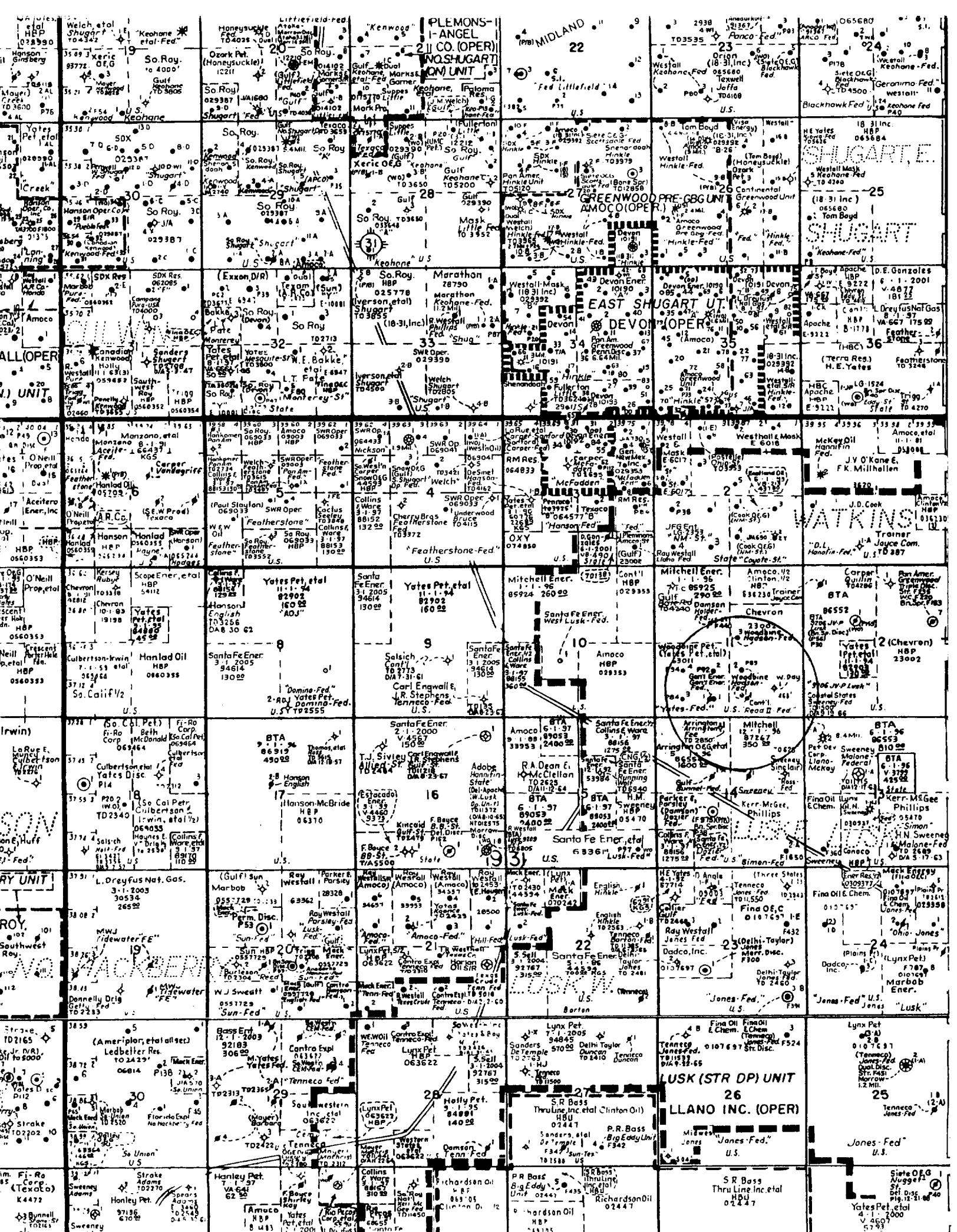
All applicants must furnish proof that a copy of the application has been furnished, by certified or registered mail, to the owner of the surface of the land on which the well is to be located and to each leasehold operator within one-half mile of the well location.

Where an application is subject to administrative approval, a proof of publication must be submitted. Such proof shall consist of a copy of the legal advertisement which was published in the county in which the well is located. The contents of such advertisement must include:

- (1) The name, address, phone number, and contact party for the applicant;
- (2) the intended purpose of the injection well; with the exact location of single wells or the section, township, and range location of multiple wells;
- (3) the formation name and depth with expected maximum injection rates and pressures; and
- (4) a notation that interested parties must file objections or requests for hearing with the Oil Conservation Division, P. O. Box 2088, Santa Fe, New Mexico 87501 within 15 days.

NO ACTION WILL BE TAKEN ON THE APPLICATION UNTIL PROPER PROOF OF NOTICE HAS BEEN SUBMITTED.

NOTICE: Surface owners or offset operators must file any objections or requests for hearing of administrative applications within 15 days from the date this application was mailed to them.



SHACKELFORD OIL COMPANY
APPLICATION FOR SALT WATER DISPOSAL
WELL DATA SHEET

III.

- A. 1. Lease Name: Hadson Federal
Well No.: 1
Lease No.: NM 23002
Location: 1980' FNL & 660' FEL
Sec. 11, T19S, R31E
2. Casing Data: Hole size
12 1/4" 9 5/8", 36# J-55 set @ 656.13', 145 sx PS Lite "C", 95 sx Class "C"
cmt. Circulated 85 sx to surface.
8 3/4" 7", 23# J-55 set @ 2714.56', 450 sx Howco Lite & 100 sx Class "C"
cmt., Circ 15 sx cmt to surface.'
3. Tubing Data: 2 3/8" 4.7# J-55', 8R tbg @ 2630'
4. Packer Data: Baker R type packer, Double grip 7" pkr set @ 2625'
- B. 1. Injection Information: Seven Rivers
2. Perforated interval: 2648'-2656'
3. Original purpose of well: To test the Seven Rivers Formation for production of oil and gas in commercial quantities.
4. Plugged back perforations: None
5. Next higher productive zone: None
Next lower productive zone: Queen-Grayburg

VII.

1. Proposed average daily rate: 500 BWPD
Proposed maximum daily rate: 1000 BWPD
2. The system will be a closed system
3. Proposed average injection pressure: 200 psi
Proposed maximum injection pressure: 1000 psi
4. Water to be disposed of in this well will be water produced from wells in the same field and from the same formation.
5. Not applicable

VIII.

1. Formation Name: **Seven Rivers**
Lithology: **Dolomite Sandstone**
Thickness: **8'**
Depth: **2648'-2656'**

2. There are no water wells permitted for use in well area

APPLICATION FOR
SALT WATER DISPOSAL
 HADSON FEDERAL WELL NO. 1
 EDDY COUNTY, NEW MEXICO

WELL DATA TABULATION

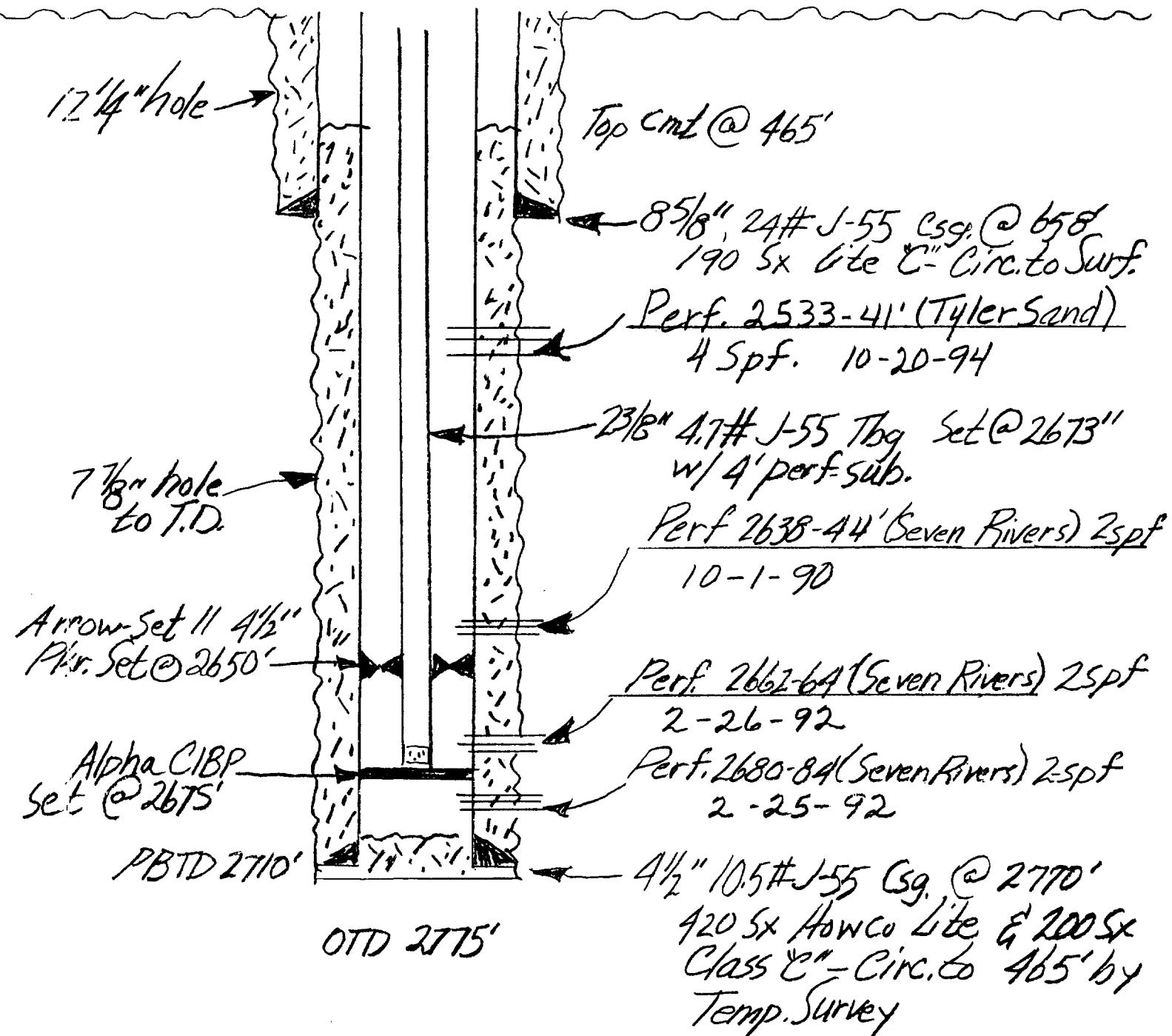
Operator: Well Name	Type	Date Drilled	Location	Completion			Date	Status
				Total Depth	Perf	Reservoir		
Shackelford Oil Co. Yates Federal No. 1	Oil	9-12-90	Sec. 11, T19S, R31E 660' FSL & 2080' FWL	2775'	2638-44' 2680-84' 2662-64' 2533-41'	Seven Rivers Seven Rivers Seven Rivers Tyler Sand	10-1-90 2-25-92 2-26-92 10-20-94	Set pkr @ 2650' Set CIBP @ 2675' Active Active
Shackelford Oil Co. Yates Federal No. 2	Oil	12-11-90	Sec. 11, T19S, R31E 1650' FSL & 2080' FWL	2725'	2636-42' 2588-94'	Seven Rivers B-1 Dolomite	12-30-90 10-18-94	Active Active
Shackelford Oil Co. Yates Federal No. 3	Oil	4-11-91	Sec. 11, T19S, R31E 990' FSL & 990' FWL	2718'	2648-64'	Seven Rivers	4-19-91	Active
Shackelford Oil Co. Yates Federal No. 4	Oil	3-10-91	Sec. 11, T19S, R31E 1650' FSL & 990' FWL	2732'	2671-81 2634-48' 2572-84' 2572-84' & 2634-48' 2572-84' & 2671-81'	Seven Rivers Seven Rivers Yates Yates & Seven Rivers Yates & Seven Rivers	4-4-91 4-5-91 4-19-91 5-28-91 3-10-92	SWBD Dry Set BP @ 2601' Set BP @ 2658' Isolated w/pkrs Active
Gulf Oil Co. General Energy Corp Fed. No. 1	Oil	3-5-67	Sec. 11, T19S, R31E 660' FSL & 1980' FWL	11333'	11168-94' 11168-264'	Strawn Strawn	3-13-67 9-8-67	(Original Comp.) P&A 12-17-71
Damson (Gulf) Holder "CT" Fed. No. 1	Oil	5-23-67	Sec. 11, T19S, R31E 1980' FNL & 1980' FWL	11310'	11127-71' 11127-261'	Strawn Strawn	5-31-67 8-20-67	(Original Comp.) P&A 1-26-89

WELL DATA TABULATION

Operator: Well Name	Type	Date Drilled	Location	Total Depth	Perf	Completion Reservoir	Completion Date	Status
Continental Oil Co. Read 11 Federal No. 1	Oil	6-12-67	Sec. 11, T19S, R31E 660' FSL & 1980' FEL	11310'	11146-79'	Strawn	6-19-67	P&A 2-4-69
Shackelford Oil Company Hadson Federal No. 1	Oil	10-26-90	Sec. 11, T19S, R31E 760' FSL & 2180' FEL	2740'	2648-56'	Seven Rivers	11-8-90	Active
Shackelford Oil Company Hadson Federal No. 2	Oil	1-10-91	Sec. 11, T19S, R31E 1650' FSL & 2180' FEL	2724'	2684-84' 2660-68' 2643-51' 2568-80'	Seven Rivers Seven Rivers Seven Rivers Seven Rivers	1-29-91 2-19-91 10-18-91 10-22-91	SQZ CMTD Set BP @2656' SQZ CMTD Active
Shackelford Oil Company Hadson Federal No. 3	SWD	5-9-91	Sec. 11, T19S, R31E 2540' FNL & 2310' FEL	2744'	2713-17' 2700-03' 2700-03' 2613-26' 2613-22' 2613-17' 2613-25' 2613-79'	Seven Rivers Seven Rivers Seven Rivers Yates Yates Yates Yates Yates & Seven Rivers	6-17-91 6-21-91 Set BP @2648' 6-26-91 6-28-91 9-9-91 11-20-91 12-6-91 12-7-91 Seven Rivers	SQZ CMTD SQZ CMTD Set BP @2648' SQZ CMTD SQZ CMTD SWBD Salt Wtr SWBD Salt Wtr SWBD Salt Wtr SI Convert to SWD Active
Shackelford Oil Company Arrington Fed. No. 1	Oil	6-3-91	Sec. 14, T19S, R31E 2310' FWL & 330" FNL	2850	2684-94' 2574-2610'	Seven Rivers Yates	6-27-91 7-1-91 11-4-92	Perf & Acidize Perf & Acidize TA

Present Completion

ELEV: KB 3568.5'
GL 3563'



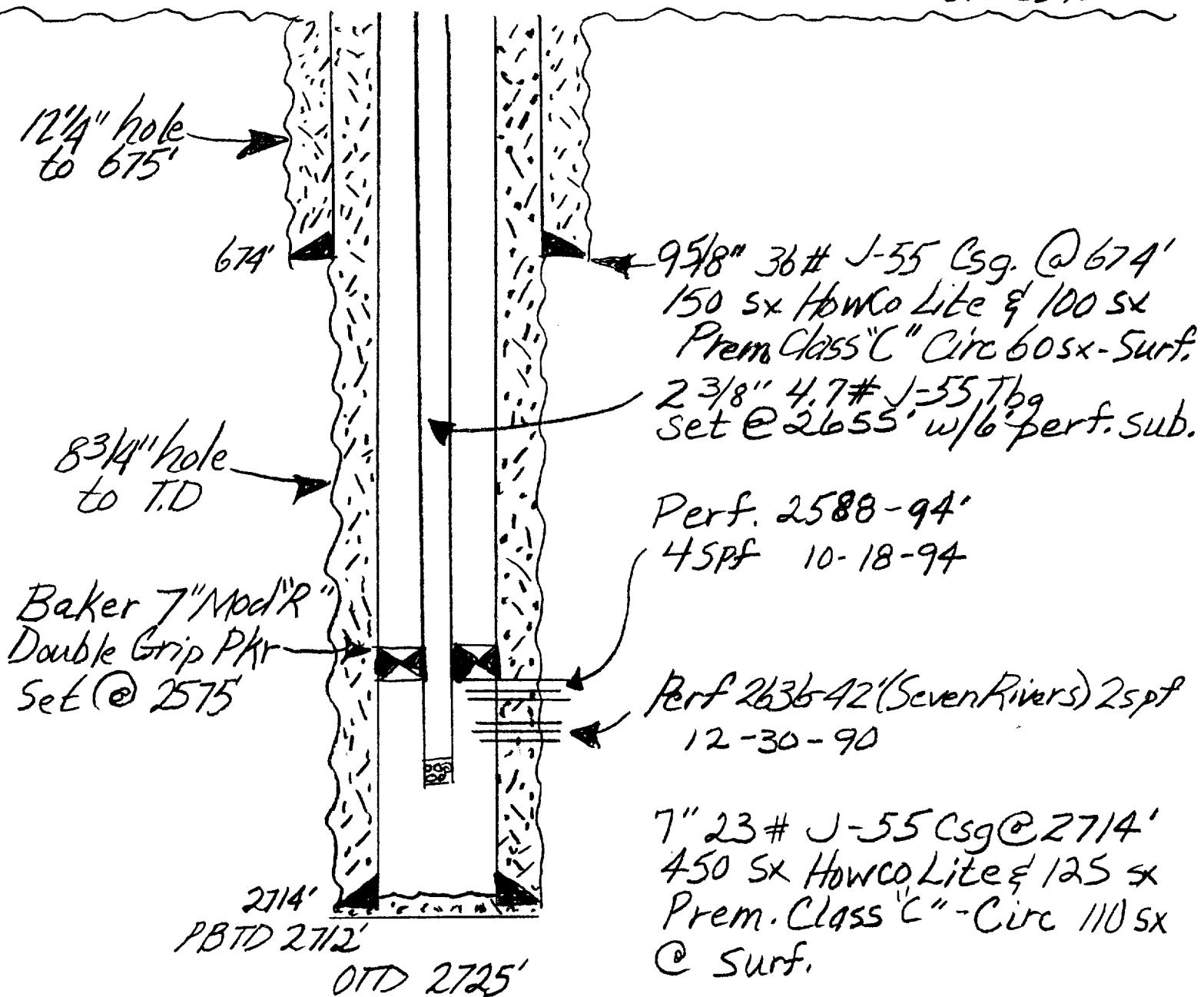
LOC#: SE SW Sec 11
T195, R31E

FED LSE: NM 63011

Schematic Well Diagram
Shackelford Oil Company
Yates Federal No. 1
Eddy Co., N.M.
(API NO. 30-015-26492
No Scale 2/20/98 N. Shackelford

PRESENT COMPLETION

ELEV. KB 3580.5'
GL 3575'



Schematic Well Diagram
Shackelford Oil Company
Yates Federal No. 2

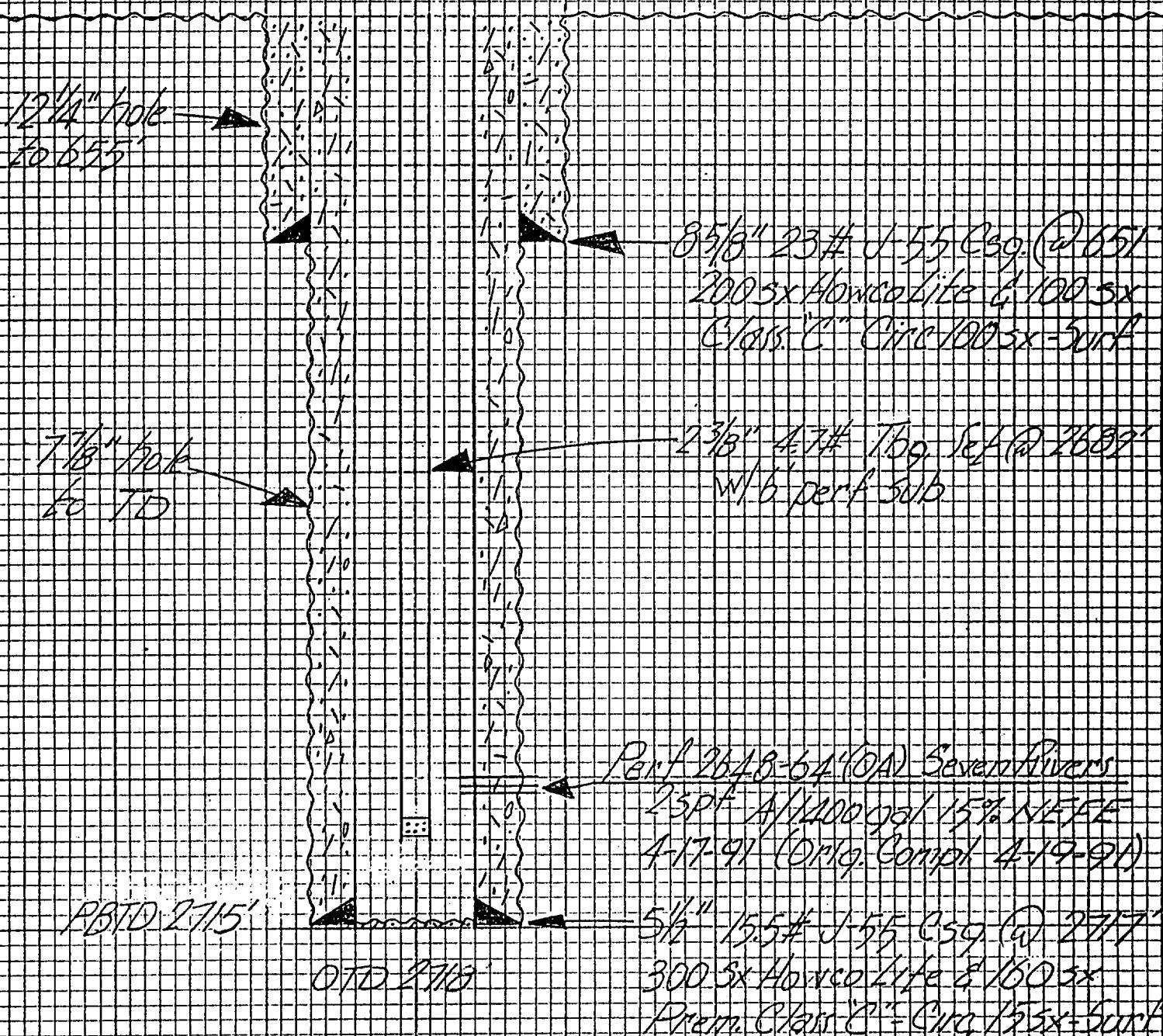
Eddy Co., NM
(API NO. 30-015-26648)
No Scale 2-20-98

N. Shackelford

Locn: NE 5w Sec 11
T19S, R31E
FED LSE: NM 63011

PRESENT COMPLETION

FIGN: 113-3575
C1 9/16"



Schematic Well Diagram
Shackelford Oil Company

Yates Federal 1 110 3
(API NO. 30-015-26642)

Shugart (Y, S/P, Q, G) Field
Eddy Co. N.M.

No Scale

5/14/92 7:10 p.m.

LOCN: SW SW Sec 11
T19S R31E
FED/SE NW 63001

PRESENT COMPLETION

ELEV: 118-
GL: 3565

13 3/8" " 10 1/4"
to 677'

8 3/4" hole
to 2731'

19 3/8" TD. SV @ 2610'

7" 23 1/2" 155' 8-R CSQ
to 2731'

375 SX Hawco LITE +

125 SX CLASS C CMU,

82 SX CMU oil to svr

Tension Pk 22620 -

PK 2651 1 PK 2651

3-9-92 BH 69 @ 2659'

LOCAL 1650 FSL & 990 FWL

11-7193-831E

FCD. 1SE NM 63011

TD 2724'

TD 2731'

9 5/8" 36 # J-55 CSQ to 631'
265 SX CLASS C HAWCO LITE +
100 SX P CLASS C CMU, CMU
60 SX TO SVR

2 3/8" 9.7 # J-55 log, w/ 6 part nipple

POP: 2" x 1 1/2" x 16' brl pumped 3/4" D-78
rod's + 2-4" + 1-6" pony rods, 4-20-91

③ Perf. 2639' 42' 2644-48' 2 SPF 4-5-91
A/1500 gal 15% NEFE ISOLATED 3-9-92

④ Reperf. 2572-84' 2 SPF 4-10-91

⑤ Perf. 2572-84' 2 SPF, 3-28-91

A/1000 15% N/FW. CO₂ FOAM FRAC
w/ 2000 gal 15% NEFE + 34,000 gal
CO₂ FOAM + 43,000 SD. 9-11-91.

⑥ Perf. 2671-73' 2676-81' 2 SPF 4-4-91

A/150 gal 15% NEFE

Schematic Well Diagram

Shackelford Oil Company

Yates Fcd No. 4

(API 30-015-26643)

Eddy Co. NM.

not to scale.

13 May 92

PLS.

P9A

PRESENT COMPLETION

ELEV 1/2 118-3580

GL 3562

Hole size 1 3/8" 300'
I.O.C. UNKNOWN

30 SX 50' A. plug, 66' to surf.
13 1/8" csg 704'-300' (118-3580 UK)

704'
770'

93 SX CMT. 775'-600'

Hole size 1 3/8" 300'
I.O.C. UNKNOWN

8 7/8" csg 770'-3950'
2140'-3950' 114 9-17-71

5 1/2" 289 375'-11323'
8200'-11323' 114 9-17-71

I.O.C. 2845'

Shot 8 5/8" csg @ 2140' & pulled.
9-17-71

22 SX CMT. 4002'-3902'
9-17-71 3950'

22 SX CMT. 5251'-5151'

Shot 1 5/8" csg @ 8200' & pulled 9-17-71.

22 SX CMT
6922'-6822'
9-17-71

(2) Perf 11239'-40', 11246'-48', 11262'-63', 11265'-
A/7000'. 9-8-67 No new rot.

17 SX CMT plug,
8240"-8140'
9-17-71

0 Perf: 11163'-70', 11173'-80', 11192'-94' 2SPF
H/10000', 1PF, 456 BOPD. 29/2 EK
3-13-67.

Schematic Well Diagram

GULF: Gulf Energy Field No. 1

Spud: 1-26-67 11085'-70'
P9A: 9-17-71 8120'-11125'
0, 18P @ 11125'
9-17-71

Eddy Co. MM

not to scale

13 May 92

VCS

LOCN: 660' SLS 91900' FMN

11-7193-R31E

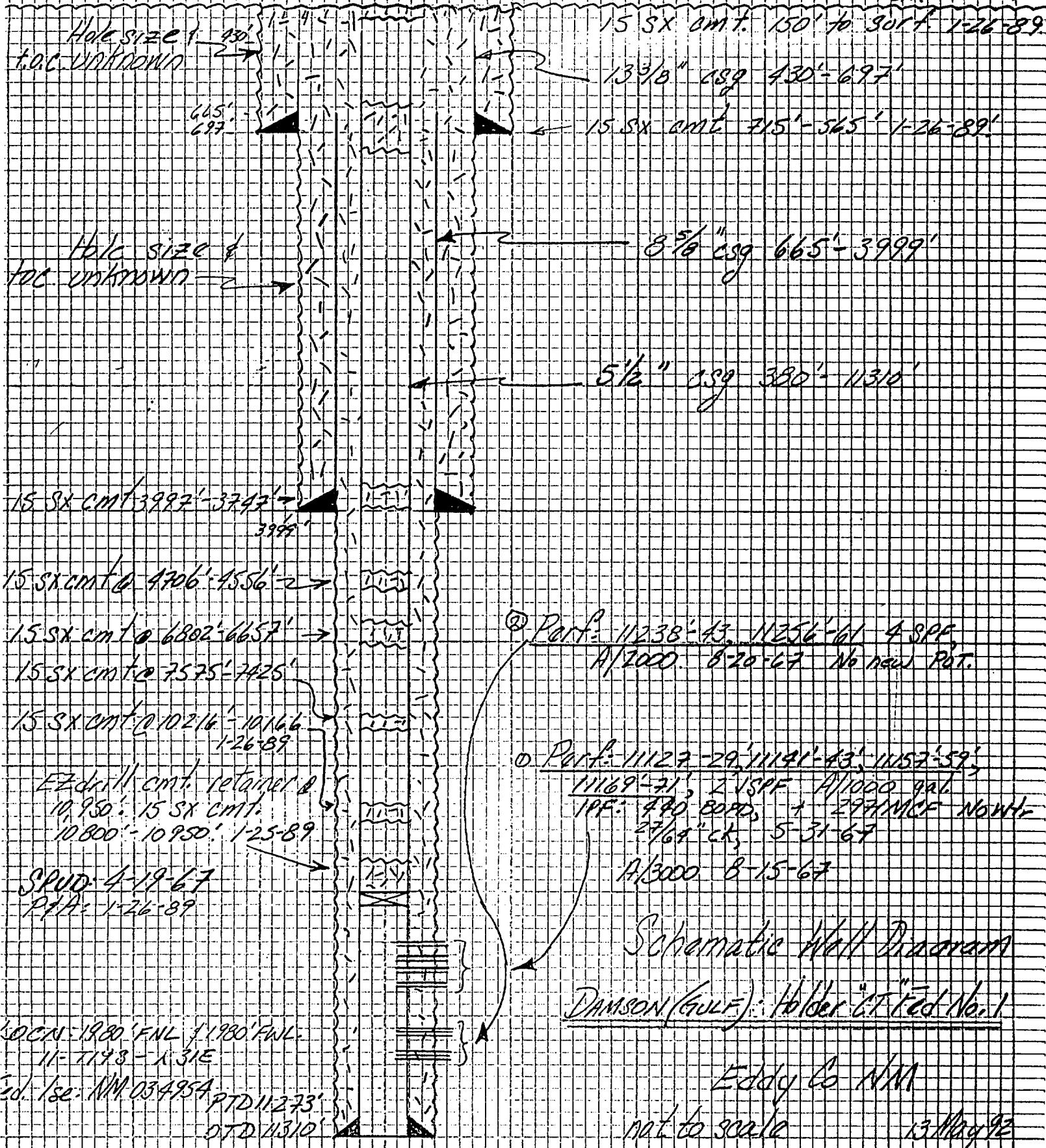
PTD 11300'

Ed Lse: NM 0.36739 OTD: 11333'

PJA

PRESENT COMPLETION

ELEV: KB-
GR- 3589'



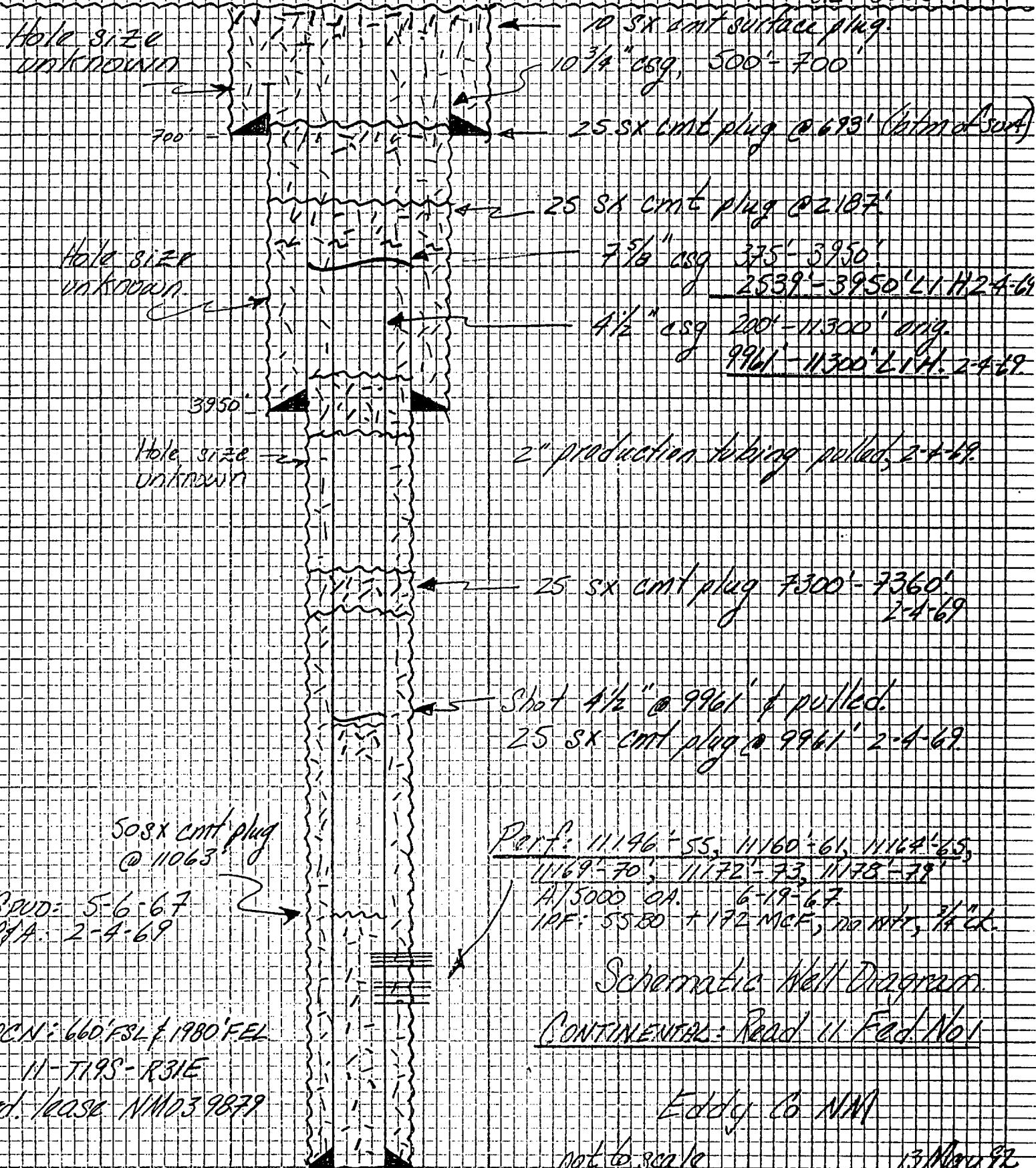
Schematic Well Diagram
DAMSON (GULF) Holder 67 Fed No. 1

Eddy Co MM
not to scale 13 May 92
123

Pg A

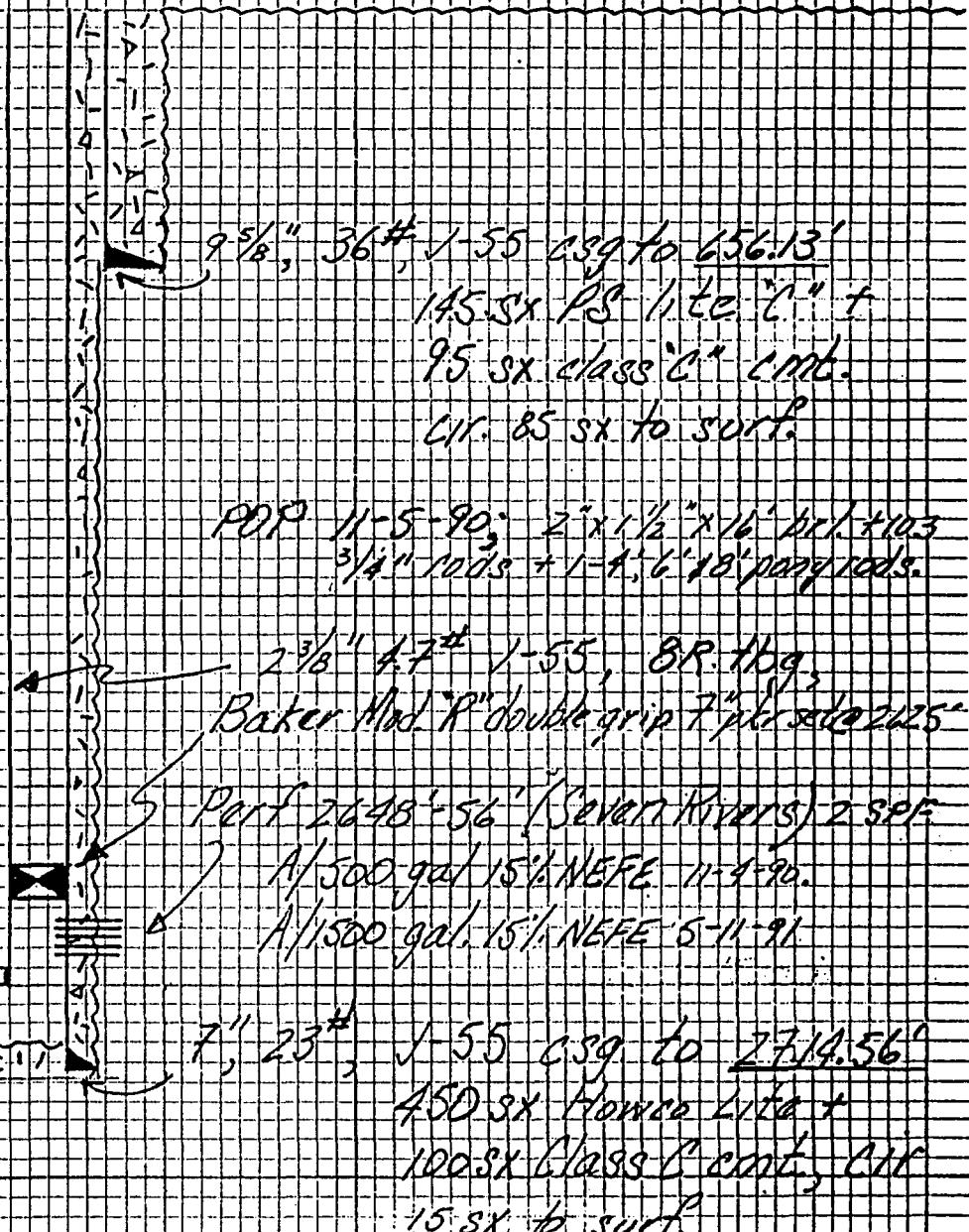
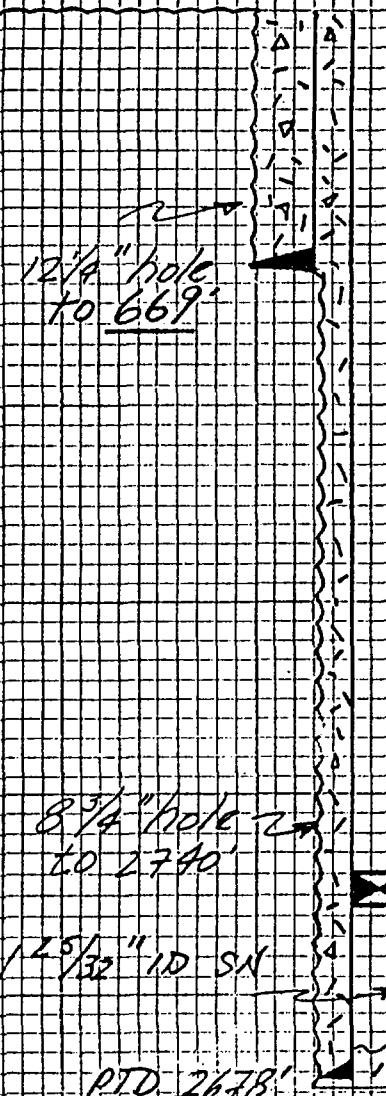
PRESENT COMPLETION

ELEV: DE = 3578'
GL = 3565'



PRESENT COMPLETION.

ELEV: KB =
GL = 3566'



Schematic Well Diagram
Shackelford Oil Company

Hudson Fed. No 1

30-015-26524

Eddy Co., NM

not to scale

12/10/92

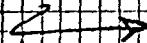
KAS

100'W: 2180' FEL, 760' FSL
11-19.8 P3/E
FED 100.32 NM 23002

PRESENT COMPLETION

ELEV. F.B.: 3583.5
GL: 3578'

12 1/4" hole
to 673'



8 3/4" hole
to 272A'



25/32" ID SH to 34 1/2" 2618"

PTD: 2621'

PTD 2675.5
PTD 2716

OTD 2724'

Loc N: 3180' EEE & W 50' ESE

11-7193-R3E

Fad lease 11M 230022

9 5/8" 36# J-55 Csg to 670'

150 SX P-10 T

95 SX Class C" cont. C.R.

50 SX to sur.

2 3/8" 4.7# J-55, Tg.

P.O.P. 2" x 1/2" x 16' br. / plugger
3 1/2" ID S. 1-8, T. pony. 2-19-91
10-24-91

Perf: 2568'-82' 3.8PF. 10-22-91.
A/150 15% NECE.

Perf: 2643'-51' (Seven P.) 2.8PF. 10-18-91
S. 1-60 SX 10-21-91.

Perf: 2660'-68' (Seven P.) 16 holes
P/100 gal 15% NECE 2-18-91. 5920-21

Perf: 2682'-84' (Seven P.) 5 holes
A/1600 gal 15% NECE.

Squeeze w/5 1/2" SX Class C cont. 2-16-91

7" 23# J-55 Csg to 2724'
400 SX Howco P-10 T
125 SX Class C" cont. C.R.
75 SX to sur.

Schematic Well Diagram
Shackelford Oil Company

Hudson Field No. 7

30-15-26604

Eddy Co. NM.

not to scale

12 May 91

145

PRES ENT COMPLETION

ELEV. KB = 3591.5'
GL = 3586'

12 1/4" hole
to 669'

7 1/8" hole
to 2744'

8 5/8", 23#, J-55, 8RCSg to 666'
165 SX Howco Lite & 100 SX
CLASS 'C' Cmt, Circ. 705X
to Surf.

5 1/2", 15.5# J-55, 8RCSg to 2743'
400 SX Howco Lite &
125 SX CLASS "C" Cmt, Circ.
65 SX to Surf. 5-9-91

⑦ Perf: 2622'-25', 2679'-82' 2SPF, 12-7-91
SWb 100% SW, S1 12-9-91

⑥ Perf: 2613'-17' 10 holes A/600 gal/15%
NEFE, 11-20-91

⑤ Perf: 2613'-22', 2 SPF A/1300 gal.
15% NEFE, 7-29-91
Sg z. w/18 SX Cmt 11-16-91

④ Perf: 2316'-26' 28 holes A/1500 gal.
15% NEFE FRAC. w/ 500bbbls foam
gel, 70t CO₂ + 523 SX 16/30 SD.
Sg z. w/70 SX Cmt. 7-25-91

③ Perf: 2700'-03', 8 holes, A/1100 gal.
15% NEFE, SWb SW. N.S. 6-26-91

② Perf: 2700'-03' 8 holes, 6-21-91.
Sg z all pfs 2700'-2717' 450 SX 6-25-91.

Reperf w/4SPF 6-29-92
① Perf 2713'-17' 10 holes 6-17-91 A/1000 gal.
15% NEFE, SWb. SW
Reperf w/4SPF 6-29-92

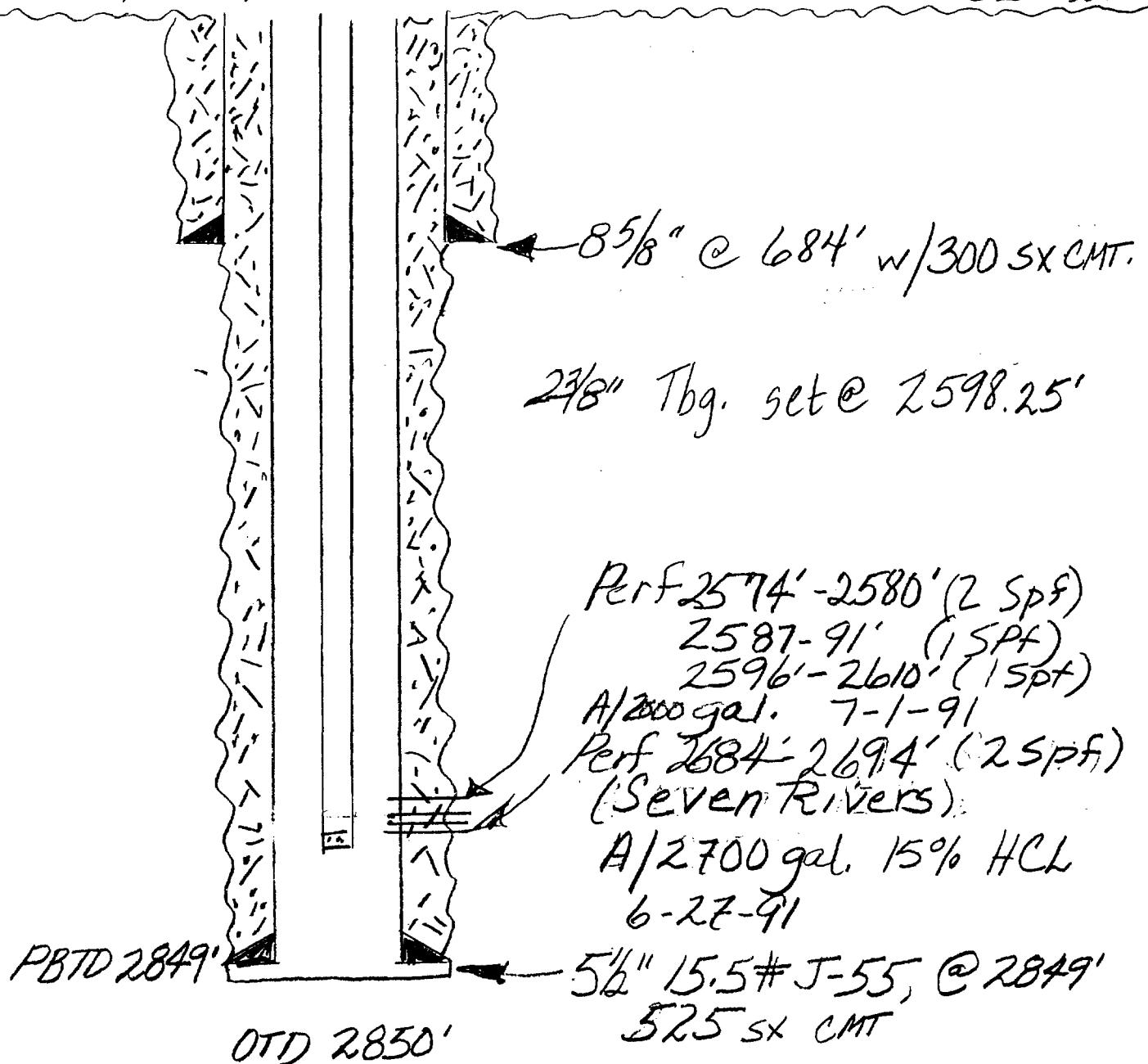
④ ⑤ ⑥ ⑦ ⑧ ⑨ ⑩
Schematic Well Diagram
Shackelford Oil Company
Hudson Federal No. 3 SWD
Eddy Co., NM
(API NO. 30-015-26730)
Not to Scale 2-20-98
NPS

Locn: 2510' FNLE,
2310' FEL
Sec 11 - T19S - R31E
Fed Lse: NM23002

PTD: 2733'
OTD: 2744'

PRESENT COMPLETION

ELEV. KB = 3564'
GL = 3559'



Schematic Well Diagram
Shacketford Oil Company
Arrington Federal No. 1
(API No. 30-015-26756)

Loc'n: Sec. 14, T19S, R31E
330 FNL & 2310' FWL
Eddy Co., NM.

No Scale 2-23-98
NS

SHACKELFORD OIL COMPANY

P.O. Box 10665
Midland, Texas 79702

Phone (915) 682-9784
Fax (915) 684-5026

February 23, 1998

APPLICATION FOR SALT WATER DISPOSAL (Form C-108)
SHACKELFORD OIL COMPANY: HADSON FEDERAL NO. 1
SHUGART FIELD, EDDY COUNTY, NEW MEXICO

Gentlemen:

I have reviewed all available geological and engineering data in the Shugart Field area and have found no evidence of faulting or hydrologic connection between the proposed salt water disposal zone and any underground source of fresh water.

Very truly yours,



Bob L. Shackelford
Consulting Geologist

Faxed
2-23-98

**SHACKELFORD OIL COMPANY
203 WEST WALL
SUITE #401
MIDLAND, TX 79701
PHONE: 915-682-9784**

TO: Hobbs News Sun

FAX NUMBER: 505 - 393 - 5124

FROM: DON SHACKELFORD

FAX NUMBER 915-684-5026

NUMBER OF PAGES INCLUDING THIS ONE: 2

REMARKS: Attention Legals

Please publish the following legal notice
for one day.

SHACKELFORD OIL COMPANY

P.O. Box 10665 Midland Texas 79702

Phone(915) 682-9784
Fax (915) 684-5026

February 23, 1998

Purpose: Salt Water Disposal
Well: Hadson Federal Well No. 1
Location: Sec. 11, T-19-S, R-31-E
760' FSL & 2180' FEL

Formation Name: Seven Rivers
Depth: 2648'-2656'

Maximum Injection Rate: 1000 BWPD
Maximum Pressure: 1000 PSI

Interested Parties must file objections or request for hearing within 15 days to the following address:

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

SHACKELFORD OIL COMPANY

P.O. Box 10665 Midland Texas 79702

Phone (915) 682-9784
Fax (915) 684-5026

February 23, 1998

Certified Mail P 245 748 466

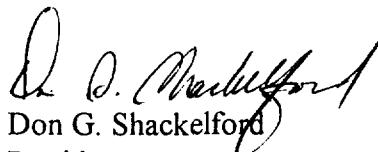
Bureau of Land Management
P.O. Box 1778
Carlsbad, NM 88221-1778

Dear Sirs:

This letter shall constitute official notice that Shackelford Oil Company proposes to convert the Hadson Federal Well No. 1, located at 760' from the South line and 2180' from the East line, Section 11, Township 19S, Range 31E, Eddy County, New Mexico, into a salt water disposal well with water to be disposed into the Seven Rivers formation from 2648' to 2656'.

Should you have any questions related to this application, please contact the New Mexico Oil Conservation Division within fifteen days of the date of this letter.

Sincerely,



Don G. Shackelford
President

DGS/ns

P 245 748 466

US Postal Service Receipt for Certified Mail	
No Insurance Coverage Provided. Do not use for International Mail (See reverse)	
Sent to <i>BLM</i>	
Street & Number	
Post Office, State, & ZIP Code <i>P.O. Box 1778 Carlsbad NM 88221</i>	
Postage	\$ 0.32
Certified Fee	1.35
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom, Whom & Date Delivered	2.45
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	

SHACKELFORD OIL COMPANY

P.O. Box 10665 Midland Texas 79702

Phone (915) 682-9784
Fax (915) 684-5026

February 23, 1998

Certified Mail P 245 748 467

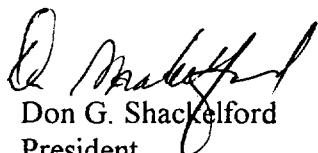
Yates Petroleum Corporation
105 South Fourth Street
Artesia, NM 88210

Dear Sirs:

This letter shall constitute official notice that Shackelford Oil Company proposes to convert the Hadson Federal Well No. 1, located at 760' from the South line and 2180' from the East line, Section 11, Township 19S, Range 31E, Eddy County, New Mexico, into a salt water disposal well with water to be disposed into the Seven Rivers formation from 2648' to 2656'.

Should you have any questions related to this application, please contact the New Mexico Oil Conservation Division within fifteen days of the date of this letter.

Sincerely,



Don G. Shackelford
President

DGS/ns

P 245 748 467

US Postal Service Receipt for Certified Mail	
No Insurance Coverage Provided. Do not use for International Mail (See reverse)	
Street & Number	Yates Petroleum Corp 4th Street 105 So.
Post Office, State, & ZIP Code	Artesia, NM 88210
Postage	\$ 0.32
Certified Fee	1.35
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	2.45
Return Receipt Showing to Whom, Date & Addressee's Address	
TOTAL Postage & Fees	\$ 4.12
Postmark or Date	

SHACKELFORD OIL COMPANY

P.O. Box 10665 Midland Texas 79702

Phone (915) 682-9784
Fax (915) 684-5026

February 23, 1998

Certified Mail P 245 748 468

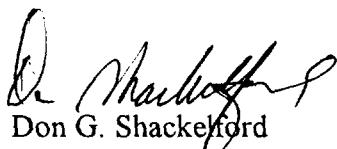
Hudson Corporation
P.O. Box 26770
Oklahoma City, OK 73126

Dear Sirs:

This letter shall constitute official notice that Shackelford Oil Company proposes to convert the Hudson Federal Well No. 1, located at 760' from the South line and 2180' from the East line, Section 11, Township 19S, Range 31E, Eddy County, New Mexico, into a salt water disposal well with water to be disposed into the Seven Rivers formation from 2648' to 2656'.

Should you have any questions related to this application, please contact the New Mexico Oil Conservation Division within fifteen days of the date of this letter.

Sincerely ,



Don G. Shackelford
President

DGS/ns

P 245 748 468

US Postal Service Receipt for Certified Mail	
No Insurance Coverage Provided. Do not use for International Mail (See reverse)	
Sent to	Hudson Corp.
Street & Number	P.O. Box 26770
Post Office, State, & ZIP Code	OK 73126
Oklahoma City	0.32
Postage	\$ 1.35
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	2/15/98
Return Receipt Showing to Whom, Date & Addressee's Address	
TOTAL Postage & Fees	\$ 4.12
Postmark or Date	

Form 3800 April 1995

SHACKELFORD OIL COMPANY

P.O. Box 10665 Midland Texas 79702

Phone (915) 682-9784
Fax (915) 684-5026

February 23, 1998

Certified Mail P 245 748 469

Mitchell Energy Corporation
P.O. Box 4000
The Woodlands, TX 77380

Dear Sirs:

This letter shall constitute official notice that Shackelford Oil Company proposes to convert the Hadson Federal Well No. 1, located at 760' from the South line and 2180' from the East line, Section 11, Township 19S, Range 31E, Eddy County, New Mexico, into a salt water disposal well with water to be disposed into the Seven Rivers formation from 2648' to 2656'.

Should you have any questions related to this application, please contact the New Mexico Oil Conservation Division within fifteen days of the date of this letter.

Sincerely ,



Don G. Shackelford
President

DGS/ns

P 245 748 469

US Postal Service
Receipt for Certified Mail

No Insurance Coverage Provided.
Do not use for International Mail (See reverse)

Sent to	Mitchell Energy Corp.		
Street & Number	PO Box 4000	Post Office, State, & ZIP Code	The Woodlands, TX 77380
Postage	\$ 0.32	Return Receipt Showing to Whom & Date Delivered	2/4/95
Certified Fee	1.35	Return Receipt Showing to Whom,	
Special Delivery Fee		Date & Addressee's Address	
Restricted Delivery Fee		TOTAL Postage & Fees	\$ 4.12
Postmark or Date			

CHECKLIST for ADMINISTRATIVE INJECTION APPLICATIONS

Operator: SHACKLEFORD OIL CO.

Well: Hudson Federal No 1

Contact: Don Shackleford Title: PRES.

Phone: 915-682-9784

DATE IN 3-4-98

RELEASE DATE 3-19-98

DATE OUT 3-27-98 ORDER 4-17-98

Proposed Injection Application is for:

WATERFLOOD

Expansion Initial

Original Order: R- _____

Secondary Recovery

Pressure Maintenance

SENSITIVE AREAS

WIPP Capitan Reef

SALT WATER DISPOSAL Commercial Well

Data is complete for proposed well(s)? YES Additional Data Req'd _____

GEOLOGY WELL DEFINED INDICATING NO COMMUNICATIION SR/REEF AS PER
DON SHACKLEFORD 3-27-98.

AREA of REVIEW WELLS

10 Total # of AOR

2 # of Plugged Wells

YES Tabulation Complete

YES Schematics of P & A's

YES Cement Tops Adequate

NO AOR Repair Required

INJECTION FORMATION

Injection Formation(s) Seven Rivers Compatible Analysis _____

Source of Water or Injectate _____

PROOF of NOTICE

Copy of Legal Notice

Information Printed Correctly

Correct Operators

Copies of Certified Mail Receipts

Objection Received

Set to Hearing _____ Date _____

NOTES: _____

APPLICATION QUALIFIES FOR ADMINISTRATIVE APPROVAL? YES

COMMUNICATION WITH CONTACT PERSON:

1st Contact: Telephoned Letter 3-27-98 Date Nature of Discussion Reef Geology ???

2nd Contact: Telephoned Letter _____ Date Nature of Discussion _____

3rd Contact: Telephoned Letter _____ Date Nature of Discussion _____

827-8177

AFFIDAVIT OF PUBLICATION

State of New Mexico,
County of Lea.

J. KATHI BEARDEN

Publisher

of the Hobbs Daily News-Sun, a
daily newspaper published at
Hobbs, New Mexico, do solemnly
swear that the clipping attached
herein was published once a
week in the regular and entire
issue of said paper, and not a
supplement thereof for a period.

of 1Weeks.

Beginning with the issue dated

February 25 1998

and ending with the issue dated

February 25 1998Kathi Bearden
PublisherSworn and subscribed to before
me this 25th day ofFebruary 1998Jodi Henderson
Notary Public.My Commission expires
October 18, 2000
(Seal)

This newspaper is duly qualified
to publish legal notices or adver-
tisements within the meaning of
Section 3, Chapter 167, Laws of
1937, and payment of fees for
said publication has been made.

LEGAL NOTICE
February 23, 1998

Shackelford Oil Company,
P.O. Box 10665, Midland,
Texas 79702, has submitted
an application to convert its
Hudson Federal #1 well to
salt water disposal in the San
Aren Rivers formation at a depth
of 2648 to 2698 feet, located
760' FST & 2180' FEL of Sec-
tion 11, T-19-S, R-31-E. The
expected maximum injection
rate is 1000 BWPD at a maxi-
mum pressure of 1000 PSI.
Interested parties must file
objections or requests for
hearings with the New Mexico
Oil Conservation Division in
writing at P.O. Box 2086,
Santa Fe, New Mexico 87501
within 15 days of this notice.
For additional information
contact Don G. Shackelford at
915-802-9784,
#115753

01102319000 01517541
Shackelford Oil Company
P.O. Box 10665
a/c 372070
MIDLAND, TX 79702