



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

AMENDED ADMINISTRATIVE ORDER SWD-671

APPLICATION OF CONCHO OIL & GAS CORPORATION FOR SALT WATER DISPOSAL, LEA COUNTY, NEW MEXICO.

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Rule 701(B), Concho Oil & Gas Corporation made application to the New Mexico Oil Conservation Division on September 24, 2001, to amend Division Order No. SWD-671 by expanding the injection interval within the Hudgens Well No.1 located 1980 feet from the South line and 1980 feet from the East line (Unit J) of Section 11, Township 16 South, Range 36 East, NMPM, Lea County, New Mexico.

THE DIVISION DIRECTOR FINDS THAT:

- (1) The application has been duly filed under the provisions of Rule 701(B) of the Division Rules and Regulations;
- (2) The applicant has presented satisfactory evidence that all requirements prescribed in Rule 701 will be met; and
- (3) No objections have been received within the waiting period prescribed by said rule.

IT IS THEREFORE ORDERED THAT:

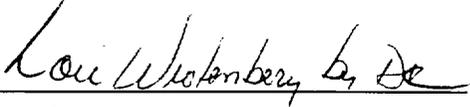
The applicant herein, Concho Oil & Gas Corporation is hereby authorized to complete its Hudgens Well No.1 located 1980 feet from the South line and 1980 feet from the East line (Unit J) of Section 11, Township 16 South, Range 36 East, NMPM, Lea County, New Mexico, in such manner as to permit the injection of salt water for disposal purposes into the Wolfcamp formation at approximately 9,754 feet to 10,644 feet through 2 3/8-inch plastic-lined tubing set in a packer located at approximately 9,654 feet.

IT IS FURTHER ORDERED THAT:

The injection well or system shall be equipped with a pressure limiting device which will limit the wellhead pressure on the injection well to no more than 1951 psi.

All other provisions contained within Division Order No. SWD-671 not inconsistent with the provisions set forth by this order shall remain in full force and effect.

Approved at Santa Fe, New Mexico, on this 9th day of October, 2001



LORI WROTENBERY, Director

WJL/DRC

xc: Oil Conservation Division - Hobbs
File-SWD-671