

Print #  
NM 29900021

July 17, 2002

Mr. John Cunningham  
Action Oil Company  
PO Box 51  
Farmington, New Mexico 87499

*[Handwritten initials]*

*Galleg/DATA water  
THIS is a current SWD Permit  
BY the Navajo EPA  
505-368-1041  
BILL FROMAN  
STARROCK*

Re: Administrative Application for SWD: King Kong Well No. 20  
Section 4, T30N, R17W, NMPM, San Juan County, New Mexico.

Dear Mr. Cunningham:

The division received your application July 15, 2002 and reviewed it for completion. After the first review, the following information is needed to complete your order:

- 1) Please ensure that the ownership of this well is recorded in your company name with the New Mexico Oil Conservation Division – our database shows the well as operated by J C Well Service.
- 2) There are two wells in the ½ mile area of review that are plugged. Please provide well bore diagrams on these two (2) wells as well as before and after-conversion well bore diagrams of the well to be converted to injection.
- 3) There are three (3) wells in this ½ mile area of review that are selling oil from the Salt Creek-Dakota pool. Please provide a signed engineering analysis of the effect on this Dakota production of saltwater injection. This analysis should include all assumptions, calculations, and conclusions. In order for injection to be approved, this action must not cause waste.
- 4) Please provide cementing and casing details showing cement tops and method for obtaining the cement tops on all six (6) wells in this area of review.
- 5) Please provide water analysis as specified in the Form C-108.
- 6) Provide a signed statement from a geologist – as per item XII.
- 7) Provide proof of notification of the surface owner and all offset owners including the notice published in the local newspaper – item XIII.
- 8) Provide some estimate of total volume to be injected into this SWD well and the net thickness and estimated average effective porosity of the injection zone.

*Stone Hydrogen Sulfide Caution!!  
?? = M.I.T. = ??  
there are 2000*

Pending receipt of these items, your application is being returned to you. Please reapply as needed. Remember, we must wait 15 days after receiving your Salt Water Disposal application in this office – with proper proof of notifications - before it can be approved.

If I can be of further assistance, please call (505) 476-3448.

Sincerely,

William V Jones Jr. PE

cc: Oil Conservation Division-Aztec



LARGE FORMAT  
EXHIBIT HAS  
BEEN REMOVED  
AND IS LOCATED  
IN THE NEXT FILE