



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

December 4, 2006

Marks & Garner Production, Ltd. Company

P.O. Box 1089

Hobbs, NM 88241

Dear Operator:

Pursuant to 19.15.9.705.C (1) NMAC [Rule 705.C (1)], the Oil Conservation Division (OCD) has terminated the injection authority for the wells on the attached list.

Rule 705.C (1) provides, "Whenever there is a continuous one year period of non-injection into any injection project, storage project, salt water disposal well, or special purpose well, such project or well shall be considered abandoned, and the authority for injection shall automatically terminate *ipso facto*." The wells on the attached list are salt water disposal wells or special purpose wells that are not part of an injection or storage project; no injection has been reported for these wells for a continuous period of at least one year.

If you intend to inject into the wells on the attached list you must obtain a new injection permit. The procedure for obtaining an injection permit is set out in 19.15.9.701 NMAC [Rule 701]. Please note that the OCD may grant a permit for injection only to an operator who is in compliance with 19.15.1.40 NMAC [Rule 40].

Sincerely,

A handwritten signature in black ink, appearing to read "Gerry Guye".

Gerry Guye
Deputy Field Inspector
District II - Artesia

Well Selection Criteria Quick Print

(opno = 14070 and WELL_TYP Like 'S')

API Well #	Well Name and No.	Operator Name	Typ	Stat	County	Surf	UL	Sec	Twp	Rng	Ft N/S	Ft E/W	UICPrmt	Lst Insp Dt
30-015-02897-00-00	CAVE POOL UNIT	MARKS AND GARNER	S	L	Eddy	S	P	5	17 S	29 E	990 S	990 E	SWD-198	3/10/2006
30-015-02915-00-00	CAVE POOL UNIT	MARKS AND GARNER	S	L	Eddy	S	B	8	17 S	29 E	660 N	1980 E	SWD-200	3/10/2006