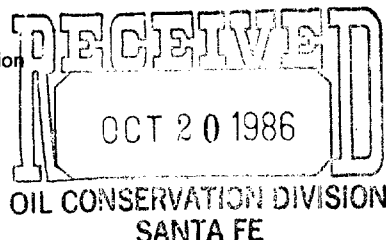




Donald W. Johnson
Division Manager
Production Department
Hobbs Division
North American Production

Conoco Inc.
P.O. Box 460
726 East Michigan
Hobbs, NM 88240
(505) 393-4141



October 14, 1986

New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, NM 87504-2088

Attention Mr. Richard Stamets, Director

Gentlemen:

Reclassification of Stevens B No. 8, Unit A, Section 12, T-23S, R-36E, Lea County, to Salt Water Disposal from Injection status

Conoco respectfully requests reinstatement of Administrative order SWD No. 197 reclassifying the subject well as a salt water disposal well. This reinstatement will thus suspend Division Order No. 3539 classifying the subject well as a secondary recovery injector.

The subject well had been previously earmarked as an injector in the proposed King Langlie Mattix Unit operated by Texaco (formerly Getty) and therefore was reclassified from a salt water disposal to a secondary recovery injector. Conoco has not participated in the as yet unformed unit and has no plans at the present to do so. Thus, Conoco would like to reinstate Administrative Order SWD No. 197 for the subject well.

We would dispose of produced water from the Stevens B lease only and we do not produce any offsetting wells (Nos. 6, 9, 10, 13). We do not anticipate producing the offsetting wells at this point in time. The Stevens B No. 8 would be disposing of water in the Langlie Mattix Seven Rivers Queen pool, the horizon in which the well is now completed.

If you have any questions in this matter, please contact Ed Kepford at ext. 120 of this office. Thank you.

Yours very truly,

ELK:jr
cc: Neil Kendrick
Leon Grant
BIM-Carlsbad



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

TONY ANAYA
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5800

November 5, 1986

Conoco Inc.
P. O. Box 460
Hobbs, New Mexico 88240

Attention: Donald W. Johnson

RE: Administrative Order SWD-197
Stevens B Well No. 8, Unit A,
Section 12, T23 South, R-36 East,
Lea County, New Mexico

Dear Sir:

Reference is made to your application dated October 14, 1986 for authorization to change the Stevens B Well No. 8 from a waterflood project injection well back to a salt water disposal well. Authorization to inject into this well as a waterflood injection well was originally granted by the Division by Order No. R-3539, and subsequent to that the well has changed classification numerous times.

The subject well is hereby reclassified as a salt water disposal well and Division Order No. R-3539 is hereby placed in abeyance. Said well shall continue to be governed by Division Rules 706 and 1120.

Sincerely,

A handwritten signature in cursive script, appearing to read "R. L. Stamets".

R. L. Stamets
Director

RLS/DC/bok

cc: D. McDonald
OCD - Hobbs
File - SWD 197
Case File - 3902