

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 9303
ORDER NO. R-8755

APPLICATION OF PENROC OIL CORPORATION
FOR SALT WATER DISPOSAL, LEA COUNTY,
NEW MEXICO

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on February 3, 1988 and on March 2, 1988, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this 26th day of September, 1988, the Division Director, having considered the testimony, the record and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

(1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) The applicant, Penroc Oil Corporation, is the owner and operator of the State "AF" Well No. 2, located 330 feet from the South line and 2130 feet from the East line (Unit 0) of Section 8, Township 18 South, Range 35 East, NMPM, Lea County, New Mexico.

(3) The applicant proposes to deepen said well to the Undesignated Mid-Vacuum Devonian Pool and dispose of produced salt water into the open hole interval from approximately 11,850 feet to 12,200 feet.

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(4) Subsequent to the hearing the applicant was unable to deepen said well to the Devonian formation.

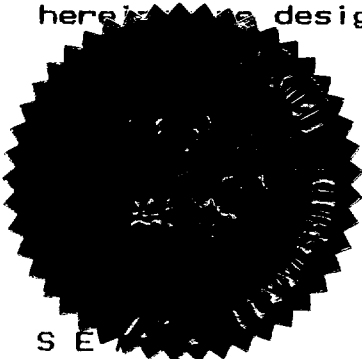
(5) This application should therefore be dismissed at this time.

IT IS THEREFORE ORDERED THAT:

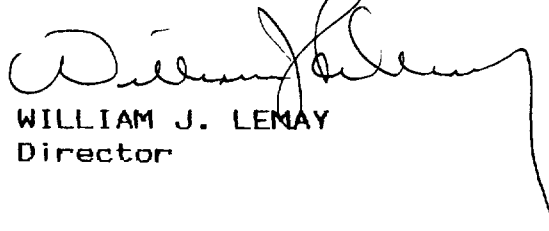
(1) The application of Penroc Oil Corporation to dispose of produced salt water in the Undesignated Mid-Vacuum Devonian Pool in the perforated interval from approximately 11,850 feet to 12,200 feet in its State "AF" Well No. 2 located 330 feet from the South line and 2130 feet from the East line (Unit 0) of Section 8, Township 18 South, Range 35 East, NMPM, Lea County, New Mexico, is hereby dismissed.

(2) Jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinafter designated.



STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


WILLIAM J. LEMAY
Director

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