

Gulf Oil Exploration and Production Company

R. C. Anderson
PRODUCTION MANAGER
HOBBS AREA

April 5, 1984

P. O. Box 670
Hobbs, NM 88240

Re: Application for Administrative Approval,
Charles B. Gillespie, Jr., For Water
Disposal, State "D" Well No. 3, Section 1,
T16S-R35E, Lea County, New Mexico

Energy and Minerals Department
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Attention: Joe D. Ramey

Gentlemen:

This letter is to confirm a telephone conversation between Mr. Richard Stamets of your office and R. D. Pitre of our Hobbs office on April 4, 1984, whereby Gulf objected to the subject application. Gulf is presently processing an AFE to drill our Lea "TD" State No. 5 located 2970' FSL and 660' FEL, Section 2-T16S-R35E, Lea County, New Mexico. The proposed producing horizon is the Townsend Wolfcamp, the same horizon as the proposed disposal well located one (1) location to the East.

Yours very truly,



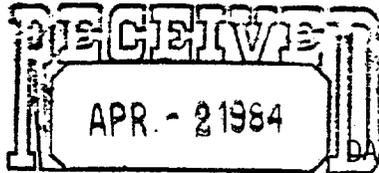
R. C. ANDERSON

RDP/skc

cc: Gilbert Quintana-OCD Santa Fe
Jerry Sexton-OCD Hobbs
John Frank-Gulf Midland



OIL CONSERVATION DIVISION
DISTRICT 1



OIL CONSERVATION DIVISION
P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

DATE March 30, 1984

OIL CONSERVATION DIVISION
SANTA FE

RE: Proposed MC _____
Proposed DHC _____
Proposed NSL _____
Proposed NSP _____
Proposed SWD X _____
Proposed WFX _____
Proposed PHX _____

Gentlemen:

I have examined the application for the:

Charles B. Gillespie, Jr. State "D" No. 3-M 1-16-35
Operator Lease and Well No. Unit, S - T - R

and my recommendations are as follows:

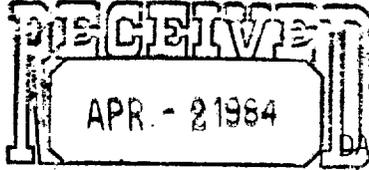
 O.K.-----J.S.

Yours very truly,

/mc

#4

OIL CONSERVATION DIVISION
DISTRICT 1



OIL CONSERVATION DIVISION
P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

DATE March 30, 1984

OIL CONSERVATION DIVISION
SANTA FE

RE: Proposed MC _____
Proposed DHC _____
Proposed NSL _____
Proposed NSP _____
Proposed SWD X _____
Proposed WFX _____
Proposed PHX _____

Gentlemen:

I have examined the application for the:

Charles B. Gillespie, Jr. State "D" No. 3-M 1-16-35
Operator Lease and Well No. Unit, S - T - R

and my recommendations are as follows:

O.K.-----J.S.

Yours very truly,

/mc

SUBJECT: SALT WATER DISPOSAL WELL

ORDER NO. SWD-94

THE APPLICATION OF CHARLES B. GILLESPIE,
JR. FOR A SALT WATER DISPOSAL WELL.

ADMINISTRATIVE ORDER
OF THE OIL CONSERVATION COMMISSION

Under the provisions of Rule 701 (C) Charles B. Gillespie, Jr., made application to the New Mexico Oil Conservation Commission on December 16, 1968, for permission to complete for salt water disposal its State "D" Well No. 3 located in Unit M of Section 1, Township 16 South, Range 35 East, NMPM, Lea County, New Mexico.

The Secretary-Director finds:

1. That application has been duly filed under the provisions of Rule 701 (C) of the Commission Rules and Regulations;
2. That satisfactory information has been provided that all offset operators, surface owners, and the New Mexico State Engineer Office have been duly notified; and
3. That the applicant has presented satisfactory evidence that all requirements prescribed in Rule 701 (C) will be met.
4. That no objections have been received within the waiting period as prescribed by said rule.

IT IS THEREFORE ORDERED:

That the applicant herein, Charles B. Gillespie, Jr., is hereby authorized to complete his State "D" Well No. 3 located in Unit M of Section 1, Township 16 South, Range 35 East, NMPM, Lea County, New Mexico, in such a manner as to permit the injection of salt water for disposal purposes into the San Andres formation at approximately 6010 feet to approximately 6040 feet through 2 3/8-inch tubing with a packer set at approximately 5910 feet.

IT IS FURTHER ORDERED:

That jurisdiction of this cause is hereby retained by the Commission for such further order or orders as may seem necessary or convenient for the prevention of waste and/or protection of correlative rights; upon failure of applicant to comply with any requirement of this order after notice and hearing, the Commission may terminate the authority hereby granted in the interest of conservation. That applicant shall submit monthly reports of the disposal operation in accordance with Rules 704 and 1120 of the Commission Rules and Regulations.

APPROVED at Santa Fe, New Mexico, on this 31st day of December, 1968.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

A. L. Porter, Jr.
A. L. PORTER, JR.
Secretary-Director

S E A L