STATE OF NEW MEXI ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

142-4459

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

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CASE NO. 8738 Order No. R-8079

APPLICATION OF CHAMA PETROLEUM CCMPANY FOR SALT WATER DISPOSAL, EDDY COUNTY, NEW MEXICO

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8 a.m. on October 23, 1985, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this <u>18th</u> day of November, 1985, 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, Chama Petroleum Company, seeks authority to re-enter the Samedan Oil Corporation Fanning Com Well No. 1 located 1980 feet from the South and West lines (Unit K) of Section 4, Township 19 South, Range 26 East, NMPM, Eddy County, New Mexico and to utilize said well1 as a produced salt water disposal well, with injection into the perforated interval from approximately 8023 feet to 8136 feet in the Cisco and Canyon formations.

(3) The subject well was spudded on September 16, 1973, completed in the West Four Mile Draw-Morrow Gas Pool, and was plugged and abandoned by Samedan Oil Corporation in December, 1978.

(4) Originally said well had 9461 feet of 4 1/2-inch casing set for its production string. At the time it was plugged and abandoned 7995 feet of this casing string was recovered.