STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

DIL CONSERVATION DIVISION

ORDER SWD-481

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BRUCE KING BOVERNOR ANITA LOCKWOOD CABINET SECRETARY

APPLICATION OF BIRD CREEK RESOURCES, INC.

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Rule 701(B), Bird Creek Resources, Inc. made application to the New Mexico Oil Conservation Division on June 15, 1992, for permission to complete for salt water disposal its Culebra Bluff SWD No. 1 located 1980 feet from the North line and 860 feet from the West line (Unit E) of Section 2, Township 23 South, Range 28 East, NMPM, Eddy County, New Mexico.

THE DIVISION DIRECTOR FINDS THAT:

(1) The application has been duly filed under the provisions of Rule 701(B) of the Division Rules and Regulations;

(2) Satisfactory information has been provided that all offset operators and surface owners have been duly notified;

(3) The applicant has presented satisfactory evidence that all requirements prescribed in Rule 701 will be met; and

(4) No objections have been received within the waiting period prescribed by said rule.

IT IS THEREFORE ORDERED THAT:

(1) The applicant herein, Bird Creek Resources, Inc. is hereby authorized to complete its Culebra Bluff SWD No. 1 located 1980 feet from the North line and 860 feet from the West line (Unit E) of Section 2, Township 23 South, Range 28 East, NMPM, Eddy County, New Mexico, in such manner as to permit the injection of salt water for disposal purposes into the Delaware (Cherry Canyon) formation at approximately 4300 feet to 4800 through 3 1/2 inch plastic lined or fiber glass tubing set in a packer located at approximately 4200 feet.