

NEW MEXICO ENL_JY, MINERALS & NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION 2040 South Pacheco Street Santa Fe, New Magico 67505 (505) 627-7131

ADMINISTRATIVE ORDER SWD-699

APPLICATION OF TEXACO EXPLORATION & PRODUCTION COMPANY FOR SALT WATER DISPOSAL, EDDY COUNTY, NEW MEXICO.

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Rule 701(B), Texaco Exploration & Production Company made application to the New Mexico Oil Conservation Division on February 6, 1998, for permission to complete for salt water disposal its Cotton Draw Unit Well No.65 located 1980 feet from the North line and 1980 feet from the East line (Unit G) of Section 2, Township 25 South, Range 31 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:

The applicant herein, Texaco Exploration & Production Company is hereby authorized to complete its Cotton Draw Unit Well No.65 located 1980 feet from the North line and 1980 feet from the East line (Unit G) of Section 2, Township 25 South, Range 31 East, NMPM, Eddy County, New Mexico, in such manner as to permit the injection of salt water for disposal purposes into the Bell Canyon and Cherry Canyon formations at approximately 4542 feet to 5714 feet through 2 7/8-inch plastic-lined tubing set in a packer located at approximately 4500 feet.