ENERGY AND MINERALS DL.ARTMENT OIL CONSERVATION DIVISION

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

	CASE NO. 7947 Order No. R-7355
APPLICATION OF BBC INC. FOR SALT WATER DISPOSAL, EDDY COUNTY, NEW MEXICO	RECEIVED BY
	SEP 29 1983
ORDER OF THE DIVISION	O. C. D. ARTESIA, OFFICE

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on August 31, 1983, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this <u>26th</u> day of September, 1983, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

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

(2) That the applicant, BBC Inc., is the owner and operator of the <u>Ross Draw Federal Well No. 1, located in Unit C</u> of <u>Section 33, Township 26 South, Range 30 East, NMPM, Eddy</u> County, New Mexico.

(3) That the applicant proposes to utilize said well to dispose of produced salt water into the Delaware formation, with injection into the perforated interval from approximately 3,300 feet to 4,600 feet.

(4) That the injection should be accomplished through 4 1/2-inch plastic lined tubing installed in a packer set at approximately 3,20 feet; that the casing-tubing annulus should be filled with an inert fluid; and that a pressure gauge or approved leak detection device should be attached to the annulus in order to determine leakage in the casing, tubing, or packer.

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