

New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson
Governor

Joanna Prukop
Cabinet Secretary

Mark Fesmire
Division Director
Oil Conservation Division



Administrative Order SWD-1064-B

July 31, 2009

Ann Moore
BEPCO, L.P.
PO Box 2760
Midland, TX 79705

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Division Rule 26.8B., BEPCO, L.P. seeks an administrative order to utilize its Poker Lake Unit Well No. 227 (API 30-015-33929) located 330 feet from the South line and 560 feet from the East line, Unit P of Section 30, Township 24 South, Range 30 East, NMPM, Eddy County, New Mexico, for produced water disposal purposes.

THE DIVISION DIRECTOR FINDS THAT:

The application has been duly filed under the provisions of Division Rule 26.8B. Satisfactory information has been provided that affected parties as defined in Rule 26.8B.(2) have been notified and no objections have been received within the prescribed waiting period. The applicant has presented satisfactory evidence that all requirements prescribed in Rule 26.8 will be met and the operator is in compliance with Division Rule 5.9.

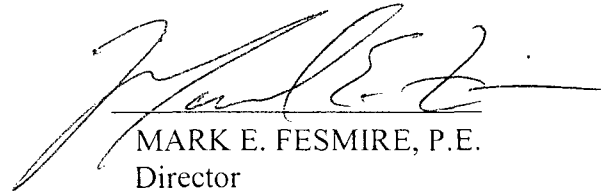
IT IS THEREFORE ORDERED THAT:

The applicant, BEPCO, L.P., is hereby authorized to utilize its Poker Lake Unit Well No. 227 (API 30-015-33929) located 330 feet from the South line and 560 feet from the East line, Unit P of Section 30, Township 24 South, Range 30 East, NMPM, Eddy County, New Mexico, for disposal of produced water into the Bell Canyon and Cherry Canyon members of the Delaware Mountain Group from 4044 feet to 4830 feet through 2-3/8 inch diameter, plastic-lined tubing set within 100 feet of the disposal interval.

Special Requirements: The well shall be plugged back with CIBP and cement to within 200 feet of the lowermost permitted injection interval. The operator shall raise the cement top of the subject well by squeeze cementing operations from the existing top to above the intermediate casing shoe. If cement does not circulate to surface, a Cement Bond Log shall be run and supplied to the Division's district office in Hobbs.



Jurisdiction is retained by the Division for the entry of such further orders as may be necessary for the prevention of waste and/or protection of correlative rights or upon failure of the operator to conduct operations (1) to protect fresh or protectable waters or (2) consistent with the requirements in this order, whereupon the Division may, after notice and hearing, terminate the disposal authority granted herein.



MARK E. FESMIRE, P.E.
Director

MEF/wvj

cc: Oil Conservation Division – Artesia
Bureau of Land Management - Carlsbad