



NEW MEXICO ENERGY, MINERALS  
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION  
2040 South Pacheco Street  
Santa Fe, New Mexico 87505  
(505) 827-7131

August 8, 1997

Odessa Oil Investments, Inc.  
823 Central  
Odessa, Texas 79761

Attention: Mr. Jerry Ricker

Re: Application to Inject (C-108)  
Lakewood State Com Well No. 1  
Section 30, T-19S, R-26E,  
Eddy County, New Mexico

*Case 11839*

Dear Mr. Ricker:

Reference is made to your C-108 application received by the Division on May 15, 1997. Please be advised that the application is being set for hearing before a Division Examiner on the docket scheduled for September 4, 1997. This action is being taken for the following reasons:

- a) by letter dated May 27, 1997, Nearburg Exploration Company, L.L.C. filed a letter of objection to the subject application, which, as of this date, has not been withdrawn; and,
- b) there appears to be a question regarding your right to re-enter the subject well and utilize it for disposal purposes inasmuch as the acreage in which the subject well is located is on a State oil and gas lease which may be owned by Yates Petroleum Corporation.

Notice of the hearing should be provided to all operators or leaseholders within a ½ mile radius of the subject well. In addition, a copy of the C-108 application and notice of the hearing should be provided to Yates Petroleum Corporation if it is determined that the subject acreage is under lease to this party.

If you have any questions regarding this action, please contact me at (505) 827-8184.

Sincerely,

David Catanach  
Engineer

xc: OCD-Artesia