

JASON W. KELLAHIN
ROBERT E. FOX

KELLAHIN AND FOX
ATTORNEYS AT LAW
54½ EAST SAN FRANCISCO STREET
POST OFFICE BOX 1769
SANTA FE, NEW MEXICO 87501

September 21, 1970

TELEPHONE 982-4315
AREA CODE 505

SEP 22 1970

Case 4428

New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Gentlemen:

Enclosed, in triplicate, is the application of Eastland Oil Company for an exception to the provisions of Commission Order R-3221, as amended, to permit surface disposal of produced water, Eddy County, New Mexico.

It is requested that this application be set for hearing before the Commission's examiner at the first available hearing.

Yours very truly,

Jason W. Kellahin

Jason W. Kellahin

jwk:ls

cc: George D. Neal

DOCKET MAILED

Date 10-2-70

THE EASTLAND OIL COMPANY

704 WESTERN UNITED LIFE BUILDING
MIDLAND, TEXAS 79701
TELEPHONE: 683-2398 563-0343



803 CONTINENTAL LIFE BUILDING
FORT WORTH, TEXAS 76102
TELEPHONE: 332-2539

704 Western United Life Building
Midland, Texas 79701

September 15, 1970

Case 4438

New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Re: Application for Hearing
Exception to Order No. R-3221,
No Pit order, for NW/4 NW/4
Section 5 and NE/4 NE/4 Section 6,
T-18-S, R-31-E
Eddy County, New Mexico

Gentlemen:

The Eastland Oil Company has recently completed ARCO-Federal #1, an oil well, in the Grayburg formation located approximately one mile south of the pool limits of the Grayburg-Jackson Field. The location is 660 feet from the North line and 810 feet from the West line of Section 5, T-18-S, R-31-E, Eddy County. Currently we are drilling the Allied Federal #1, located 660 feet from the North and East lines of Section 6, T-18-S, R-31-E.

An exception to order No. R-3221, No Pit order, for the NW/4 NW/4 of Section 5 and the NE/4 NE/4 Section 6 is requested. The completed well produces approximately 8 barrels of water at the allowable rate of 70 barrels of oil per day.

The area for which the exception is sought has no shallow water wells and it is believed that production of salt water into an unlined surface pit would not be injurious to any fresh water supply.

DOCKET FILED

Date 10-2-70

New Mexico Oil Conservation Commission
Santa Fe, New Mexico 87501

September 15, 1970
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A hearing before an Examiner is requested at a time and place designated by the Commission. The names of interested parties known to the applicant are as follows:

Union Texas Petroleum

1300 Wilco Building
Midland, Texas 79701

Atlantic Richfield Company

P. O. Box 1610
Midland, Texas 79701

Canadian Kenwood Company

414 Kennedy Building
Tulsa, Oklahoma 74103

RENEE L. and FOM
Attorneys at Law
54 1/2 West San Francisco
P. O. Box 1739
Santa Fe, New Mexico

GDN:kjd

Respectively yours,

THE EASTLAND OIL COMPANY



George D. Neal