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OCT 1 | 1985

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OIL CONSERVATION DIVISION
October 11, 1985

HAND DELIVERED

R. L. Stamets, Director
Oil Conservation Division
New Mexico Department of
Energy and Minerals
State Land Office Building
Santa Fe, New Mexico 87501

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Re: Application of Chama Petroleum Company for Salt Water Disposal, Eddy County, New Mexico.

Dear Mr. Stamets:

Enclosed in triplicate is the Application of Chama Petroleum Company in the above-referenced case. Chama Petroleum Company respectfully requests that this matter be placed on the docket for the Examiner hearings scheduled on October 23, 1985.

Very truly yours,

William F. Carr

WFC/cv enclosures

cc: (w/enclosure)
 Mr. Mark Nearburg

BEFORE THE

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OIL CONSERVATION DIVISION

NEW MEXICO DEPARTMENT OF ENERGY AND MINERAES 1985

OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION OF CHAMA PETROLEUM COMPANY FOR SALT WATER DISPOSAL, EDDY COUNTY, NEW MEXICO.

Case 8 738

APPLICATION

Comes now, CHAMA PETROLEUM COMPANY, by and through its undersigned attorneys and hereby applies to the Oil Conservation Division for approval of a salt water disposal well, and in support thereof would show:

- 1. That applicant seeks authority to re-enter its Fanning No. 1 well located 1980 feet from the South and West lines of Section 4, Township 19 South, Range 26 East, N.M.P.M., Eddy County, New Mexico, to dispose of produced salt water into the Cisco Canyon formation through perforated intervals from 8023 feet to 8136 feet.
- 2. That the Fanning No. 1 well has been permanently plugged and abandoned.
- 3. That other wells in the Cisco Canyon formation in the same general area are currently being used for salt water disposal.
- 4. That there is no Cisco Canyon production within a two-mile radius of the subject well, and the well can, therefore,

be converted to a disposal well and salt water injected without impairing correlative rights or causing waste.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing before a duly appointed Examiner of the Division on October 23, 1985, and that after notice and hearing as required by law, the Division enter its order approving its application.

Respectfully submitted,

CAMPBELL & BLACK, P.A.

Ву

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ATTORNEYS FOR CHAMA PETROLEUM COMPANY