Jones, William V., EMNRD

From:

Jones, William V., EMNRD

Sent:

Tuesday, September 15, 2009 12:52 PM

To:

'Ben Stone'

Cc:

Ezeanyim, Richard, EMNRD; Brooks, David K., EMNRD; wcarr@hollandhart.com

Subject:

Disposal Application on behalf of Agua Sucia, LLC: Government E. Well No. 1 30-025-23708

Bone Spring

Hello Mr. Benjamin:

By now you should have received a copy of the protest of this application by Armstrong Energy Corp. via Holland & Hart's Bill Carr, Esq. If you do not receive this, please call Mr. Carr.

Please advise Agua Sucia, LLC that the Division cannot continue to evaluate this application administratively. It has been cancelled within our database.

Please formally advise the Division how Agua Sucia intends to proceed.

- 1. If they want to have a hearing, contact Florene Davidson to set this up.
- 2. If a consensus is reached and Armstrong sends a letter retracting this protest, you must request a new application be considered for approval.

This application has not yet been reviewed to see if it meets the Division's criteria for approval.

Regards,

William V. Jones PE New Mexico Oil Conservation Division 1220 South St. Francis Santa Fe, NM 87505 505-476-3448 Corporal

HOLLAND&HART.

William F. Carr wcarr@hollandhart.com

September 22, 2009

VIA HAND DELIVERY

William V. Jones, PE Hearing Examiner Oil Conservation Division 1225 South Saint Francis Drive Santa Fe, New Mexico 89505 RECEIVED OCU

Re: Application of Agua Sucia, LLC to reinstate a permit for salt water disposal for its Government "E" Well No. 1 located in Unit Letter "N" Section 25, Township 19 South, Range 34 East, Lea County, New Mexico.

Dear Mr. Jones:

Louray Oil Company requested the reinstatement of an expired permit for salt water disposal (Order SWD-559) in the Government "E" Well No. 1 located in Section 25, Township 19 South, Range 34 East, Lea County, New Mexico. Armstrong Energy Corporation objected to this application and it was set for hearing as Division Case No. 14345. By letter dated September 15, 2009, James Bruce, attorney for Louray Oil Company, requested that this case be dismissed. Armstrong has now been advised by Agua Sucia, LLC, that it has filed a new application for reinstatement of SWD-559.

The purpose of this letter is to advise the Division that Armstrong Energy Corporation renews its objection to this application and requests that Agua Sucia LLC's application be set for hearing before a Division Examiner at the earliest possible date.

refy truly yours

William F. Carr

cc:

Mr. Robert Armstrong Post Office Box 1973

Roswell, New Mexico 88202-1973

Mr. Ben Stone SOS Consulting, LLC Post Office Box 300 Como, Texas 75431

Mr. James Bruce, Esq. Post Office Box 1056 Santa Fe, New Mexico 87504