



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Betty Rivera

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

ADMINISTRATIVE ORDER SWD-813-0

APPLICATION OF PALADIN ENERGY CORP FOR SALT WATER DISPOSAL IN LEA COUNTY,

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Rule 701(B), PALADIN ENERGY CORP made application to the New Mexico Oil Conservation Division on September 5, 2001, for permission to complete for salt water disposal its STATE BT P Well No. 001 (API No. 30-025-01014-00-00) located 1980 feet from the N line and 660 feet from the W line (Unit E) of Section 34, Township 11S, Range 33E, NMPM, Lea County, New Mexico.

THE DIVISION DIRECTOR FINDS THAT:

- (1) The application has been duly filed under the provisions of Rule 701(B) of the Division Rules and Regulations;
- (2) Satisfactory information has been provided that all offset operators and surface owners have been duly notified;
- (3) The applicant has presented satisfactory evidence that all requirements prescribed in Rule 701 will be met; and
- (4) No objections have been received within the waiting period prescribed by said rule.

IT IS THEREFORE ORDERED THAT:

The applicant, PALADIN ENERGY CORP be and the same is hereby authorized to complete its STATE BT P Well No. 001 (API No. 30-025-01014-00-00) located 1980 feet from the N line and 660 feet from the W line (Unit E) of Section 34, Township 11S, Range 33E, NMPM, Lea County, New Mexico, in such a manner as to permit the injection of salt water for disposal purposes into the Cisco formation from approximately 9550 feet to 10024 feet through 0 inch plastic-lined tubing set in a packer located at approximately 9450 feet.

IT IS FURTHER ORDERED THAT:

The operator shall take all steps necessary to ensure that the injected water enters only the proposed injection interval and is not permitted to escape to other formations or onto the surface.