

NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION 2048 South Pacheco Street Santa Fe, New Mexico 87808 (605) 827-7131

ADMINISTRATIVE ORDER SWD-662

APPLICATION OF SAGA PETROLEUM, L.L.C. FOR SALT WATER DISPOSAL, LEA COUNTY, NEW MEXICO.

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Rule 701(B), Saga Petroleum L.L.C. made application to the New Mexico Oil Conservation Division on May 19, 1997, for permission to complete for salt water disposal its U.D. Sawyer Well No. 11 located 2561 feet from the South line and 1610 feet from the East line (Unit J) of Section 27, Township 9 South, Range 36 East, 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 herein, Saga Petroleum L.L.C. is hereby authorized to complete its U.D. Sawyer Well No. 11 located 2561 feet from the South line and 1610 feet from the East line (Unit J) of Section 27, Township 9 South, Range 36 East, NMPM, Lea County, New Mexico, in such manner as to permit the injection of salt water for disposal purposes into the Devonian formation at approximately 12,616 feet to 12,683 feet through 3 1/2-inch ceramic-lined tubing set in a packer located at approximately 12,566 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.