



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

TONEY ANAYA
GOVERNOR

December 12, 1986

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88240
(505) 393-6161

Samedan Oil Corporation
900 Wall Towers East
Midland, TX 79701

Attn: Bill Murray

Re: SWD-302
Conversion of Lowe #1-H in Sec. 3, T13S, R37E to Disposal

Gentlemen:

It has come to my attention that you have re-entered and completed the above-referenced well as a disposal well without filing the proper papers to re-enter a plugged well. Prior to re-entering a well Form C-101 should be filed. Please file Form C-101 as soon as possible along with a C-105 covering the completion of the well as a San Andres disposal as approved by SWD-302.

I understand there is some discussion concerning the possibility of setting pipe and going down to the Devonian since you are having a problem with the injection pressure limitation in the San Andres. At such time this is approved and the work is to be done, you will need to file proper paper work covering the deepening and conversion in the Devonian.

Also, the correct location of the disposal well should be reported on your monthly report, C-120A.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton
Supervisor, District I

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P.S. We will delay the re-cementing of your Speight #1-B until a decision is made concerning the Devonian disposal zone.