MARSHALL Pipe & Supply Company

Drilling

Producing

13423 FORESTWAY DRIVE DALLAS, TEXAS 75240

(214) 239-7284

J. W. Marshall Dallas, Texas RESIDENCE (214) 233-7881

May 18th, 1989

State of New Mexico Oil Conservation Division P.O. Box 2088 Santa Fe, New Mexico 87504=2088

> Re: Application for Authorization to Inject produced saltwater in the Powell #1, N/2 Section 23, T2S, R29E Tule-Pennsylvanian Field, Roosevelt County, New Mexico, A DRY HOLE, in the Penn. formation 6852 to 6876' to dispose of produced saltwater from the Perry #1 only, located in the S/2 Section 23, T2S, R29E, Roosevelt County New Mexico.

Gentlemen:

In regard to the above Marshall Pipe & Supply Company is the only off-set Operator and you will note that this disposal well will be limited to produced saltwater from the Perry #1 located in the S/2 of Section 23, T2S, R29E, Roosevelt County, New Mexico. We do not believe there is any grounds for anyone to contest this Application, however, if the application is contested please have the application set for hearing at the earliest possible date and notify us regarding same.

We are enclosing the following:

Form C-108 Injection Well Data Sheet Form C-108 Detail Page Map and Larger area plat Form C-105 covering Powell #1 Chemical Lab Report, Re: Waters by Halliburton Affidavit regarding faults, etc. Letter with enclosures to Portales News Tribune regarding publishing of notice Copy of letter to Landowner

We will rush the clipping and affidavit of publishing from Portales News Tribune as soon as we receive same.

Thanking you, we are,

Very truly yours,

MARSHALL PIPE & SUPPLY COMPANY

JWM vli

encl:

cc: Oil Conservation Div. P.O. Box 1980 Hobbs, New Mex. 88241-1080

cc: Powell Working Int. Owners