NEW MEXICO ENŁKGY, MINERALS & NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION 2040 South Pacheco Street Santa Fe, New Mexico 87505 (505) 827-7131

AMENDED ADMINISTRATIVE ORDER SWD-287

APPLICATION OF OXY USA, INC. FOR SALT WATER DISPOSAL, LEA COUNTY, NEW MEXICO.

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Rule 701(B), Oxy USA, Inc. made application to the New Mexico Oil Conservation Division on April 14, 1997, for permission to complete for salt water disposal its State 'DW' Well No.4 located 1880 feet from the North line and 1980 feet from the West line (Unit F) of Section 12, Township 18 South, Range 33 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, Oxy USA, Inc. is hereby authorized to complete its State 'DW' Well No.4 located 1880 feet from the North line and 1980 feet from the West line (Unit F) of Section 12, Township 18 South, Range 33 East, NMPM, Lea County, New Mexico, in such manner as to permit the injection of salt water for disposal purposes into the Delaware formation at approximately 6020 feet to 6452 feet through 2 7/8-inch plastic-lined tubing set in a packer located at approximately 5920 feet.