

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

ADMINISTRATIVE ORDER SWD-569

APPLICATION OF MARALO, INC. FOR SALT WATER DISPOSAL, EDDY COUNTY, NEW MEXICO.

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Rule 701(B), Maralo, Inc. made application to the New Mexico Oil Conservation Division on August 29, 1994, for permission to complete for salt staterdisposal its Prohibition Federal Well No. 2 located 1980 feet from the South line and 2080 feet from the West line (Unit K) of Section 11, Township 22 South, Range 32 East, NMPM, Lea County, New Mexico.

THE DIVISION DIRECTOR FINDS THAT:

(1) The application has been duly filed under the provisions of Rule 701(E) 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, Maralo, Inc. is hereby authorized to complete its Prohibition Federal Well No. 2 located 1980 feet from the South line and 2080 feet from the West line (Unit K) of Section 11, Township 22 South, Range 32 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 5220 feet to 8706 feet through 2 7/8-inch plastic-lined tubing set in a packer located at approximately 5150 feet.