ADMINISTRATIVE ORDER SWD-641

APPLICATION OF MR DRILLING COMPANY FOR SALT WATER DISPOSAL, LEA COUNTY, NEW MEXICO.

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Rule 701(B), MR Drilling Company made application to the New Mexico Oil Conservation Division on July 11, 1996, for permission to complete for salt water disposal its Wills Federal Well No.1 located 330 feet from the North line and 330 feet from the West line (Unit D) of Section 34, Township 26 South, Range 37 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.
 - (5) The application should be approved.

IT IS THEREFORE ORDERED THAT:

The applicant herein, is hereby authorized to complete its Wills Federal Well No.1 located 330 feet from the North line and 330 feet from the West line (Unit D) of Section 34, Township 26 South, Range 37 East, NMPM, Lea County, New Mexico, in such manner as to permit the injection of salt water for disposal purposes into the Yates formation at approximately 3,221 feet to 3,367 feet through 2 7/8-inch plastic-lined tubing set in a packer located at approximately 3,208 feet.