

IT IS THEREFORE ORDERED: *Case 5208
Order R-4786 - 5-21-74*

(1) That the applicant, S. P. Yates, is hereby granted an exception to Order (3) of Commission Order No. R-3221, as amended, to dispose of water produced in conjunction with the production of oil or gas, or both, from wells located on his Federal LC 065598 lease in the SW/4 SW/4 of Section 4, and the NE/4 of Section 5, Township 17 South, Range 30 East, NMPM, Square Lake Pool, Eddy County, New Mexico, in an unlined surface pit located on said lease.

(2) That, the applicant shall conduct tests at three months, six months, and twelve months after resumption of production from the wells on said lease to accurately determine the volume of water being produced by said wells. The supervisor of the Commission's Artesia District Office shall be notified in sufficient time to witness such production tests.

(3) That the Secretary-Director of the Commission may by administrative order rescind such authority whenever it reasonably appears to the Secretary-Director that such rescission would serve to protect fresh water supplies from contamination.