OIL CONSERVATION COMMISSION P. O. BOX 2088 SANTA FE. NEW MEXICO 87501

June 28, 1968

Albritton and Meyer P. O. Box 524 Midland, Texas

Gentlemen:

Enclosed herewith please find Administrative Order SWD-69 authorizing the conversion of the American Trading and Production Corporation Shell State FMF Well No. 1 to a water injection well for the purpose of water disposal. Authorization to convert said well to a water disposal well is granted with the understanding that the use of tubing and formation packer in open hole is to be on a temporary basis for testing purposes only and that 4-1/2 inch casing will be utilized should the well be needed for disposal on a permanent basis after testing is completed.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/JEK/og

cc: Oil Conservation Commission - Hobbs
Oil & Gas Engineering Committee - Hobbs

SUBJECT: SALT WATER DISPOSAL WELL

ORDER NO. SWD-69

THE APPLICATION OF AMERICAN TRADING AND PRODUCTION CORPORATION FOR A SALT WATER DISPOSAL WELL.

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION COMMISSION

Under the provisions of Rule 701 (C) American Trading and Production Corporation, made application to the New Mexico Oil Conservation Commission on June 7, 1968, for permission to complete for salt water disposal its Shell State FMF Well No. 1 located in Unit H of Section 19, Township 9 South, Range 33 East, NMPM, Lea County, New Mexico.

The Secretary-Director finds:

- 1. That application has been duly filed under the provisions of Rule 701 (C) of the Commission Rules and Regulations;
- That satisfactory information has been provided that all offset operators, surface owners, and the New Mexico State Engineer Office have been duly notified; and
- That the applicant has presented satisfactory evidence that all requirements prescribed in Rule 701 (C) will be met.
- 4. That no objections have been received within the waiting period prescribed by said rule.

IT IS THEREFORE ORDERED:

That the applicant herein, American Trading and Production Corporation is hereby authorized to complete its Shell State FMF Well No. 1 located in Unit H of Section 19, Township 9 South, Range 33 East, NMPM, Lea County, New Mexico, in such a manner as to permit the injection of salt water for disposal purposes into the Seven Rivers formation at approximately 2495 feet to approximately 3000 feet through two-inch tubing with a formation packer set at approximately 2495 feet as a temporary completion only. On a permanent completion basis, well shall be equipped with a 4-1/2 inch casing.

IT IS FURTHER ORDERED: That jurisdiction of this cause is hereby retained for the entry of such further orders as the Commission may deem necessary.

APPROVED at Santa Fe, New Mexico, on this 22nd day of June, 1968.

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

A. L. PORTER, Jr./ Secretary-Director

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