BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

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IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

> CASE NO. 1247 Order No. R-1004

includ Correct 11127

APPLICATION OF PAN AMERICAN PETROLEUM CORPORATION FOR AN ORDER AUTHORIZING THE DRILLING AND OPERATION OF A SALT WATER DISPOSAL WELL IN THE SW/4 NW/4 OF SECTION 15, TOWNSHIP 19 SOUTH, RANGE 38 EAST, HOBBS POOL, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on April 23, 1957, at Santa Fe, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the New Mexico Oil Conservation Commission, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 29^{+} day of May, 1957, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Daniel S. Nutter, and being fully advised in the premises,

FINDS:

(1) That due public **n**otice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant proposes to drill its State "A" Tract 9 Well No. 1-SWD at a point 1650 feet from the North line and 840 feet from the West line of Section 15, Township 19 South, Range 38 East, NMPM, Lea County, New Mexico, for the purpose of salt water disposal in the lower San Andres formation below the oil-water contact of the Hobbs Pool.

(3) That the disposal of salt water in the manner proposed by the applicant is in the interest of conservation and the protection of the fresh water supply in the area.

IT IS THEREFORE ORDERED:

1. That the applicant, Pan American Petroleum Corporation, be and the same is hereby authorized to drill a well to be known as the State "A" Tract 9 Well No. 1-SWD at a point 1650 feet from the North line and 840 feet from the West line of Section 15, Township 19 South, Range 38 East, NMPM, Lea County, New Mexico, for the purpose of salt water disposal in the Lower San Andres formation -2-Case No. 1247 Order No. R-1004

of the Hobbs pool, provided however, that all points of injection shall be below the oil-water contact of the Hobbs pool.

2. That the applicant shall submit monthly reports of the disposal operations herein authorized in accordance with Rules 704 and 1119 of the Commission Rules and Regulations.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

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EDWIN L. MECHEM, Chairman

Max MURRAY E. MORGAN, Member

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A. L. PORTER, Jr., Member & Secretary

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