Entered August 1. 1958 M.P.

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

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

> CASE NO. 1053 Order No. R-1224

APPLICATION OF THE OIL CONSERVATION COMMISSION UPON ITS OWN MOTION, AT THE REQUEST OF THE STATE ENGINEER, FOR AN ORDER PRESCRIBING RULES AND REGULATIONS TO GOVERN THE DISPOSAL OF SALT WATER IN AREAS OF LEA COUNTY, NEW MEXICO.

ORDER OF CONTINUANCE

BY THE COMMISSION:

This cause originally came on for hearing at 9 o'clock a.m. on May 16, 1956 at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," and was continued from time to time, last being heard on June 18, 1958.

NOW, on this 38^{\pm} day of July, 1958, the Commission, a quorum being present, having considered the evidence adduced and being fully advised in the premises,

FINDS:

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

(2) That it is the policy of the Commission, in cooperation with the State Engineer, to eliminate the practice of surface disposal of large volumes of oil field brines which may contaminate the fresh water bearing horizons in Lea County, New Mexico.

(3) That by Commission Memorandum No. 22-56, dated July 3, 1956, all operators in the following-named areas were advised to give immediate attention to formulating procedures for the efficient disposal of salt water produced in such areas:

> Hobbs Denton (Devonian) and Denton-Wolfcamp Eunice Monument Area: Eunice-Monument Eumont Monument-Blinebry Monument-Paddock Moore-Devonian Caprock, East Devonian Bagley Siluro-Devonian and Bagley-Pennsylvanian Saunders Crossroads Bough Echol-Devonian

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(4) That testimony adduced at the June Regular Hearing indicates that progress is being made in most of the abovementioned areas, but that 100-percent disposal has been achieved in only a few of such areas.

(5) That all operators in the above-mentioned areas should proceed with due diligence to complete efficient salt water disposal systems.

(6) That all operators in said areas should report to the Commission on or before September 17, 1958, on the progress made thus far and the estimated completion date of a 100-percent disposal system.

(7) That all operators in the following-named areas should proceed with due diligence to formulate plans concerning the disposal of salt water produced in said areas - such areas having been listed as the second most critical in Commission Memorandum No. 22-56, dated July 3, 1956:

Jalmat	Lovi
Langlie-Mattix	Teag
Arrowhead	SRR-
Brunson	Vacu
South Eunice	Wils
Cass	Lync
Dollarhide (All Pools)	•

Lovington (All Pools) Teague-Ellenburger SRR-Devonian Vacuum Wilson Lvnch

(8) That Case No. 1053 should be continued until the Regular Hearing on September 17, 1958.

IT IS THEREFORE ORDERED:

(1) That all operators in the following-named areas shall proceed with due diligence to complete efficient disposal systems for all salt water produced in such areas:

Hobbs Denton (Devonian) and Denton-Wolfcamp Eunice Monument Area: Eunice-Monument Eumont Monument-Blinebry Monument-Paddock Moore-Devonian Caprock, East Devonian Bagley Siluro-Devonian and Bagley-Pennsylvanian Saunders Crossroads Bough Echol-Devonian

(2) That all operators in the above-named areas shall report to the Commission at the Regular Hearing on September 17, 1958, on the progress made thus far and the estimated completion -3-Case No. 1053 Order No. R-1224

date of a 100-percent disposal system. Operators who are members of a cooperative group may report through the committee chairman, who shall be prepared to name all operators who are members of such group. All operators who are not members of a cooperative group shall furnish a written progress report to the Commission prior to September 10, 1958, or shall appear at the Regular Hearing on September 17, 1958, to report the progress made thus far and the estimated completion date of a 100-percent disposal system for each well which they operate in the above-named areas.

(3) That all operators in the following-named areas shall proceed with due diligence to formulate plans concerning the disposal of salt water produced in said areas:

Jalmat Langlie-Mattix Arrowhead Brunson South Eunice Cass Dollarhide (All Pools) Lovington (All Pools) Teague-Ellenburger SRR-Devonian Vacuum Wilson Lynch

(4) That Case No. 1053 be and the same is hereby continued until September 17, 1958.

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

MURRAY E. MORGAN, Member Fatter

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

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