Entered March 25, 1968

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. 3738 Order No. R-3394

APPLICATION OF PAN AMERICAN PETROLEUM CORPORATION FOR SALT WATER DISPOSAL, CHAVES COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on March 20, 1968, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>25th</u> day of March, 1968, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, 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 the applicant, Pan American Petroleum Corporation, is the owner and operator of the State "CF" SWD Well No. 1, located in Unit I of Section 13, Township 11 South, Range 27 East, NMPM, Chisum-Devonian Pool, Chaves County, New Mexico.

(3) That the applicant proposes to utilize said well to dispose of produced salt water into the San Andres and Yeso formations, with injection into the open-hole interval from approximately 2190 feet to 3450 feet.

(4) That the injection should be accomplished through 2 7/8-inch internally plastic-coated tubing set at 2190 feet and cemented in the well bore with the top of said cement being at a depth of approximately 350 feet inside the 13 3/8-inch surface casing.

(5) That approval of the subject application will prevent the drilling of unnecessary wells and otherwise prevent waste and protect correlative rights.

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IT IS THEREFORE ORDERED:

(1) That the applicant, Pan American Petroleum Corporation, is hereby authorized to utilize its State "CF" SWD Well No. 1, located in Unit I of Section 13, Township 11 South, Range 27 East, NMPM, Chisum-Devonian Pool, Chaves County, New Mexico, to dispose of produced salt water into the San Andres and Yeso formations, injection to be accomplished through 2 7/8-inch internally plastic-coated tubing set at 2190 feet and cemented in the well bore with the top of said cement at a depth of approximately 350 feet inside the surface casing, with injection into the open-hole interval from approximately 2190 feet to 3450 feet.

(2) That the applicant shall submit monthly reports of its disposal operations in accordance with Rules 704 and 1120 of the Commission Rules and Regulations.

(3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION -3 CARGO, Chairman DAVID F.

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

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