

Entered September 9, 1968
W.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. 3840
Order No. R-3485

APPLICATION OF CONTINENTAL OIL COMPANY
FOR A WATERFLOOD PROJECT, LEA COUNTY,
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on August 21, 1968,
at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 9th day of September, 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, Continental Oil Company, is the
owner and operator of the Lynn "A-27" Well No. 1, located in
Unit D of Section 27, Township 23 South, Range 36 East, NMPM,
Jalmat Pool, Lea County, New Mexico.

(3) That the applicant seeks authority to institute a
waterflood project in the Jalmat Pool by the injection of water
into the Seven Rivers formation in the perforated interval from
approximately 3450 feet to 3600 feet in its Lynn "A-27" Well
No. 1. In the alternative, the applicant seeks to have said
well authorized for salt water disposal.

(4) That the subject well should be classified as a salt
water disposal well.

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(5) That the injection should be accomplished through 2 7/8-inch plastic-lined tubing installed in a packer set at approximately 3100 feet; that the casing-tubing annulus should be filled with an inert fluid; and that a pressure gauge should be attached to the annulus or the annulus left open at the surface in order to determine leakage in the tubing, casing, or packer.

(6) That approval of the subject application for salt water disposal will prevent the drilling of unnecessary wells and otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the applicant, Continental Oil Company, is hereby authorized to utilize its Lynn "A-27" Well No. 1, located in Unit D of Section 27, Township 23 South, Range 36 East, NMPM, Jalmat Pool, Lea County, New Mexico, to dispose of produced salt water into the Seven Rivers formation, injection to be accomplished through 2 7/8-inch tubing installed in a packer set at approximately 3100 feet, with injection into the perforated interval from approximately 3450 feet to 3600 feet;

PROVIDED HOWEVER, that the tubing shall be plastic-lined; that the casing-tubing annulus shall be filled with an inert fluid; and that a pressure gauge shall be attached to the annulus or the annulus left open at the surface in order to determine leakage in the tubing, casing, or packer.

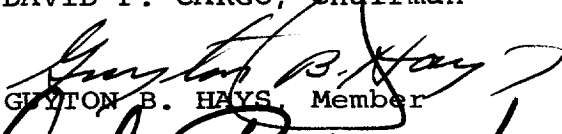
(2) That the applicant shall submit monthly reports of its disposal operations in accordance with Rules 704 and 1120 of the Commission Rules and Regulations.

(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


DAVID F. CARGO, Chairman


CLAYTON B. HAYS, Member


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

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