Entered november 26,1968

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. 3948 Order No. R-3588

APPLICATION OF SINCLAIR OIL CORPORATION FOR SALT WATER DISPOSAL, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 8:30 a.m. on November 20, 1968, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 26th day of November, 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, Sinclair Oil Corporation, is the owner and operator of the Lease 6015 ARC Federal Well No. 1, located in Unit O of Section 9, Township 20 South, Range 33 East, NMPM, West Teas Pool, Lea County, New Mexico.
- (3) That the applicant proposes to utilize said well to dispose of produced salt water into the Yates and Seven Rivers formations, with injection into the perforated and open-hole interval from approximately 3110 feet to 3300 feet.
- (4) That the injection should be accomplished through 2 3/8-inch plastic-lined tubing installed in a packer set at approximately 3070 feet; that the casing-tubing annulus should be filled with an inert fluid; and that a pressure gauge should

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be attached to the annulus or the annulus left open at the surface in order to determine leakage in the casing, tubing, or packer.

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

IT IS THEREFORE ORDERED:

(1) That the applicant, Sinclair Oil Corporation, is hereby authorized to utilize its Lease 6015 ARC Federal Well No. 1, located in Unit O of Section 9, Township 20 South, Range 33 East, NMPM, West Teas Pool, Lea County, New Mexico, to dispose of produced salt water into the Yates and Seven Rivers formations, injection to be accomplished through 2 3/8-inch tubing installed in a packer set at approximately 3070 feet, with injection into the perforated and open-hole interval from approximately 3110 feet to 3300 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 casing, tubing, 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
OLL CONSERVATION COMMISSION

DAVID E CARGO, Chairman

SEAL

esr/

L. PORTER, Jr., Member & Secretary