Entered February 13, 1969

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. 4030 Order No. R-3676

APPLICATION OF ARGUS PRODUCTION COMPANY FOR SALT WATER DISPOSAL, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on February 5, 1969, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 13th day of February, 1969, 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, Argus Production Company, is the owner and operator of the J. T. Lynn A-28 Well No. 3, located 2310 feet from the South line and 1650 feet from the East line of Section 28, Township 23 South, Range 36 East, NMPM, Jalmat Pool, Lea County, New Mexico.
- (3) That the applicant proposes to utilize said well to dispose of produced salt water into the Seven Rivers formation, with injection into the perforated and open-hole interval from approximately 3554 feet to 3775 feet.
- (4) That the injection should be accomplished through 2 7/8-inch or 3 7/8-inch plastic-lined tubing installed in a packer set at approximately 3545 feet and that a hydrostatically

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balanced column of inert fluid should be maintained in the casing-tubing annulus.

(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, Argus Production Company, is hereby authorized to utilize its J. T. Lynn A-28 Well No. 3, located 2310 feet from the South line and 1650 feet from the East line of Section 28, 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 3/8-inch or 3 7/8-inch tubing installed in a packer set at approximately 3545 feet, with injection into the perforated and open-hole interval from approximately 3554 feet to 3775 feet;

PROVIDED HOWEVER, that the tubing shall be plastic-lined and that a hydrostatically balanced column of inert fluid shall be maintained in the casing-tubing annulus.

- (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

AZEX J ARMIJO, Member

A. L. PORTER, Jr., M.mber & Secretary

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