Entered Much 7,1769

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. 4061 Order No. R-3694

APPLICATION OF MILLARD DECK OIL 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 26, 1969, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 4th day of March, 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, Millard Deck Oil Company, is the owner and operator of the Atha Well No. 1, located in Unit M of Section 31, Township 21 South, Range 36 East, NMPM, South Eunice Pool, Lea County, New Mexico.
- (3) That the applicant proposes to utilize said well to dispose of produced salt water into the Seven Rivers and Queen formations, with injection into the open-hole interval from approximately 3752 feet to 3872 feet.
- (4) That the injection should be accomplished through 2 3/8-inch plastic-lined tubing installed in a packer set at approximately 3730 feet and that a hydrostatically balanced column of inert fluid should be maintained in the casingtubing annulus.

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(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, Millard Deck Oil Company, is hereby authorized to utilize its Atha Well No. 1, located in Unit M of Section 31, Township 21 South, Range 36 East, NMPM, South Eunice Pool, Lea County, New Mexico, to dispose of produced salt water into the Seven Rivers and Queen formations, injection to be accomplished through 2 3/8-inch tubing installed in a packer set at approximately 3730 feet, with injection into the open-hole interval from approximately 3752 feet to 3872 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

JAX J ARMITO Member

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

SEAL