Entered Wetaker 6, 1970

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. 4435 Order No. R-4039

APPLICATION OF BLACKROCK OIL COMPANY FOR A DUAL COMPLETION AND 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 September 30, 1970, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 6th day of October, 1970, 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, Blackrock Oil Company, seeks authority to complete its Mobil Atlantic Well No. 1, located in Unit D of Section 10, Township 9 South, Range 36 East, NMPM, Lea County, New Mexico, as a dual completion to produce oil from the Allison-Pennsylvanian Pool through 2 3/8-inch tubing and to dispose of produced salt water down the annulus between the 8 5/8-inch intermediate casing string and the 4 1/2-inch production casing string into the San Andres formation in the open-hole interval from 4300 feet to 5045 feet and possibly other formations between the 8 5/8-inch casing shoe at 4153 feet and the top of the cement at 9205 feet.
- (3) That the produced salt water should be continuously treated prior to injection to prevent casing corrosion and that coupon corrosion tests should be conducted continuously on said well and the results thereof filed quarterly with the Commission until further notice from the Secretary-Director of the Commission.

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(4) That approval of the dual completion and salt water disposal as set out above will prevent the drilling of unnecessary wells, and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the applicant, Blackrock Oil Company, is hereby authorized to complete its Mobil Atlantic Well No. 1, located in Unit D of Section 10, Township 9 South, Range 36 East, NMPM, Lea County, New Mexico, as a dual completion to produce oil from the Allison-Pennsylvanian Pool through 2 3/8-inch tubing and to dispose of produced salt water down the annulus between the 8 5/8-inch intermediate casing string and the 4 1/2-inch production casing string into the San Andres formation in the open-hole interval from 4300 feet to 5045 feet and possibly other formations between the 8 5/8-inch casing shoe at 4153 feet and the top of the cement at 9205 feet;

PROVIDED HOWEVER, that the produced salt water shall be continuously treated prior to injection and coupon corrosion tests shall be conducted continuously on said well and the results thereof filed quarterly with the Commission until further notice from the Secretary-Director of the Commission;

PROVIDED FURTHER, that the applicant shall submit monthly reports of its disposal operations in accordance with Rules 704 and 1120 of the Commission Rules and Regulations.

(2) 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

ALEX J. ARMIJO, Member

S E A L

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

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