APPLICATION OF PHILLIPS PUTROLEUM COMPANY TO EXPAND ITS EAST VACUUM GRAYBURG SAN ANDRES MAINTENANCE PROJECTIN THE VACUUM GRAYBURG SAN ANDRES POOL. LEA COUNTY, NEW MEXICO.

ORDER PHX NO. 92

## ADMINISTRALIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Order No. R-5897, Phillips Petroleum Company has made application to the Division on September 12, 1980, for permission to expand its East Vacuum Grayburg San Andres Maintenan Project in the Vacuum Grayburg San Andres Pool in Lea County, N. Mex.

NOW, on this 15th day of September. 1980, the Division Director finds:

- 1. That application has been filed in due form.
- 2. That satisfactory information has been provided that all offset operators have been duly notified of the application.
- 3. That waivers of objection have been received from such offset operators.
- 4. That the proposed injection well is eligible for conversion to water injection under the terms of Order No. R-5897.
- 5. That the proposed expansion of the above referenced pressure maintenance project will not cause waste nor impair correlative rights.
  - 6. That the application should be approved.

## IT IS THEREFORE ORDERED:

That the applicant, Phillips Petroleum Company, be and the same is hereby authorized to inject water into the San Andres formation through plastic-lined tubing set in a packer at approximately 4275 feet in the following described well for purposes of pressure maintenance to wit:

Fast Vacuum Unit, Tract 2721. Well No. 001 in Unit M of Section 27, Fownship 17 South, Range 35 East, NMPH, Lea County, New Mexico, and through plastic lined tubing set in a packer at approximately 4300 feet in the following described well for purposes of pressure maintenance to wit;

fast Vacuum Unit, Tract 2721, Well No. 002 in Unit N of Section 27, Township 17 South, Range 35 Fast, NMPM, Lea County, New Mexico; and through plastic lined tubing set in a packer at approximately 4300 feet in the following described well, to wit;

Fast Vacuum Unit, Tract 2717, Well No. 003 in Unit P of Section 27, Township 17 South, Range 35 East, NMPM, Lea County, New Mexico.

## II IS FURTHER ORDERED:

That the operator shall take all steps necessary to ensure that the injected water enters only the proposed injection interval and is not permitted to escape to other formations or onto the

Ihat the casing-tubing annulus shall be loaded with an inert fluid and equipped with a pressure gauge at the surface or left open to the atmosphere to facilitate detection of leakage in the casing, tubing, or packer.

Ihat the injection well or system shall be equipped with a pop-off valve or device which will limit the surface wellhead pressure to a maximum of 860 pounds per square inch; provided however that the Division Director may administratively authorize a pressure limitation in excess of the above upon the operators establishing that such higher pressure will not result in fracturing of the confining strata.

That the operator shall notify the supervisor of the Division's Hobbs District Office before injection is commenced through said well;

That the operator shall immediately notify the Supervisor of the Division's Hobbs District Office of the failure of the tubing, casing, or packer in said well or the leakage of water from or around said well and shall take such steps as may be timely or necessary to correct such failure or leakage.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO OIL CONSERVATION; DIVISION

JOE D. RAMEY / Division Director

SEAL