

SUBJECT: SALT WATER DISPOSAL WELL

ORDER NO. SWD-157

THE APPLICATION OF CONSOLIDATED OIL
& GAS, INC. FOR A SALT WATER DISPOSAL
WELL.

ADMINISTRATIVE ORDER
OF THE OIL CONSERVATION COMMISSION

Under the provisions of Rule 701 (C) and Order No. R-3622, Consolidated Oil & Gas, Inc., made application to the New Mexico Oil Conservation Commission on June 24, 1974, for permission to recomplate for salt water disposal its Shipp Well No. 2 located in Unit I of Section 17, Township 17 South, Range 37 East, NMPM, Lea County, New Mexico.

The Secretary-Director finds:

1. That application has been duly filed under the provisions of Rule 701 (C) of the Commission Rules and Regulations;
2. That satisfactory information has been provided that no other offset operators are affected;
3. That the applicant has presented satisfactory evidence that all requirements prescribed in Rule 701 (C) will be met.

IT IS THEREFORE ORDERED:

That the applicant herein, Consolidated Oil & Gas, Inc., is hereby authorized to recomplate its Shipp Well No. 2 located in Unit I of Section 17, Township 17 South, Range 37 East, Lea County, New Mexico, in such a manner as to permit the injection of salt water for disposal purposes into the San Andres formation at approximately 5025 feet to approximately 5059 feet and into the Abo formation at approximately 9122 feet to approximately 9200 feet through 2 7/8 inch tubing set in a packer located at approximately 4900 feet.

IT IS FURTHER ORDERED:

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

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

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

That the operator shall immediately notify the supervisor of the Commission'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.

PROVIDED FURTHER:

That jurisdiction of this cause is hereby retained by the Commission for such further order or orders as may seem necessary or convenient for the

prevention of waste and/or protection of correlative rights; upon failure of applicant to comply with any requirement of this order after notice and hearing, the Commission may terminate the authority hereby granted in the interest of conservation. That applicant shall submit monthly reports of the disposal operation in accordance with Rule 704 and 1120 of the Commission Rules and Regulations. Commission Order No. R-3622, which authorized disposal into the Abo formation only, is hereby placed in abeyance.

APPROVED at Santa Fe, New Mexico, on this 1st day of August, 1974.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

A. L. PORTER, Jr.
Secretary-Director

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