

CASE 110. 5475 Application, Trans cripts, Small EXhibts 

### BEFORE THE NEW MEXICO OIL CONSERVATION COMMISSION Santa Fe, New Mexico 14 May 1975

### EXAMINER HEARING

### IN THE MATTER-OF:

Application of Mobil Oil Corporation for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Lower Siluro-Devonian formation in the openhole interval from 12,188 feet to 12,525 feet in its Santa Fe Pacific Well No. 9, located in Unit E of Section 35, Township 9 South, Range 36 East, Crossroads Siluro-Devonian Pool, Lea County, New Mexico.

NO. 5475

BEFORE: Daniel S. Nutter, Examiner.

For the New Mexico Oil Conservation Commission: William F. Carr, Esq. Legal Counsel for the Commission State Land Office Building Santa Fe, New Mexico 87501

For the Applicant, Mobil Oil Corporation: James E. Sperling, Esq. MODRALL, SPERLING, ROEHL, HARRIS & SISK Albuquerque, New Mexico

THE NYE REPORTING SERVICE STATE-WIDE DEPOSITION NOTARIES 225 JOHNSON STREET SANTA FE, NEW MEXICO 87501 TEL. (305) 902-0366

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Testimony of John H. Seerey

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EXHIBITS

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Exhibits 1 through 8

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# MR. NUTTER: Case 5475.

MR. CARR: Case 5475. Application of Mobil Oil Corporation for salt water disposal, Lea County, New Mexico. MR. SPERLING: James E, Sperling, Albuquerque, New Mexico, appearing for the applicant, Mobil Oil Corporation. We have one witness.

(Witness sworn.)

JOHN H. SEEREY,

being called as a witness and being duly sworn upon his oath, testified as follows, to-wit:

## DIRECT EXAMINATION

BY MR. SPERLING:

Q Would you please state your name, your place of residence, your employer, and the capacity in which you're employed?

A I'm John Seerey, employed by Mobil Oil Corporation, Operations Engineer, in Midland, Texas. Q Have you on any previous occasion testified before the Commission so that your qualifications are a

matter of record?

A Yes, I have.

MR. SPERLING: Are the witness' qualifications ac=

ceptable, Mr. Examiner?

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MR. NUTTER: Yes, they are.

Q' (By Mr. Sperling) Mr. Seerey, would you please state what Mobil seeks in connection with the filing of this application?

A Mobil requests approval of the Commission for the conversion of the Santa Fe Pacific Well Number 9 for the disposal of produced salt water from the Crossroads Siluro-Devonian Field into the Lower Siluro-Devonian formation. The Santa Fe Pacific Well Number 9 is a temporarily abandoned Crossroads Siluro-Devonian well.

Q Now, would you please refer to what's been marked as Exhibit One and explain the purpose of that exhibit?

A Exhibit Number 1 is a plat of the area showing all the well's within a two-mile radius of the subject well. Mobil Santa Fe Pacific Well Number 9 is located in Unit E, Section 35, Township 9 South, Range 36 East, Lea County, New Mexico. The Crossroads Siluro-Devonian Well's are shown outlined in triangles.

Q Exhibit 1 also shows the location of existing salt water disposal wells, does it not?

A Yes, sir, it does.

Q Explain why Mobil is seeking to convert the

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proposed well as a disposal well.

Α Mobil is operating with the jointly owned Crossroads Salt Water Disposal System. This system serves certain wells in the Crossroads Siluro-Devonian Field which produces by a strong water current. The Crossroads Salt Water Disposal System apparently has two usable disposal wells. They are the Carlson Oil Development Well Number One, referring to Exhibit 1 in Section 25, and the U. D. Sawyer Number One in Unit I of Section 28. The operating capacity of the system utilizing the two present disposal wells has been estimated at 41,000 barrels of water per day. Currently the system is required to dispose of 40,000 barrels of water per day. It has been estimated that the Crossroads Salt Water Disposal System will ultimately be required to dispose of 75,000 to 100,000 barrels of water per day. We believe that the addition of the Santa Fe Pacific Number 9 disposal well will increase the disposal capacity of the system to possibly 60,000 barrels of water per day.

Q Will you now refer, Mr. Seerey, to what's been marked as Exhibit 2 and explain what it is designed to show?

A Exhibit 2 is the Commission's Form Cl08, which

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shows the proposed injection formation to be the Devonian. The depth of the fresh water zones to be above 320 feet, with anticipated daily injection volume on the average of 25,000 barrels of water per day. It shows that the system is a close type system. The injection pressures are estimated to be zero initially to a maximum of 300 pounds per square inch; it shows the names of the surface owners and offset operators.

Q Would you refer to Exhibit Three, please, and explain what it shows.

A EXhibit 3\is a water analysis of the CRossroads Siluro-Devonian produced water. It primarily shows that it has a total dissolved solids content of 61,708.

Q And what does Exhibit 4 refer to?

A Exhibit 4 are the waivers of the surface owner, Mr. Bobby Lewis, and the offset operator, Texaco, saying they waive objection to this application.

Q I notice that on the Form C-108 you list as an offset operator Sun Oil Company; however the waivers are from the surface owner and from Texaco. Would you explain the reason for showing Sun on the original C-108?

A WE included Sun on the C-108 because the form states that you list the names and addresses of operators.

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within one-half mile of the injection well; however, while Sun is within one-half mile, they did not have a lease bordering upon this proration unit and we didn't consider them as an offset operator.

Q Would you please refer to Exhibit 5.

A Exhibit 5 is a diagrammatic well bore sketch of the existing Santa Fe Pacific Well Number 9. It shows a 10 and 3/4 inch casing, surface casing, is set at 431 feet; 7 and 5/8ths intermediate casing is set at 5000 feet; it shows a 5 and 1/2 inch liner has been run from 4818 to 12, 188 feet. This well originally produced from the open hole interval from 12,188 feet to 12,200 feet in the Devonian. In 1966 the well was plugged back to 12,175 feet and perforations were opened at 12,150 feet to 12,165 feet in the Devonian. This well became uneconomical to produce in April of 1973 and was temporarily abandoned.

Referring back to the C-108, which was Exhibit 2, I believe, you might note that on the C-108 we showed the cement on the intermediate on the long string, 5 and 1/2 rather, to have a cement top of 9250 feet, which was our believe at the time that the C-108 was sent to the Commission, or application. Since that time we have researched the well file and found that there was an additional

> THE NYE REPORTING SERVICE STATE-WIDE DEPOSITION NOTARIES 225 JOHNSON STREET SANTA FE, NEW MEXICO 87501 TEL. (805) 902-0365

650 sacks of cement squeezed over the top of the liner and it calculates to have cement all the way as shown on this Exhibit 5.

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Q Will you now please refer to Exhibit 6 and explain it?

A Exhibit 6 is a diagrammatic well bore sketch of the proposed salt water disposal recompletion in Santa Fe Pacific Number 9. Mobil proposes to squeeze the perforations at 12,150 to 12,165 feet, drill out the cement in the packer, pull or drill out the packer, set at 12,175 feet, drill 325 feet of new hole to a new total depth of 12,525 feet, set a permanent type packer in the top of the 5 and 1/2 inch liner at 4840, run 4 and 1/2 inch plastic coated tubing with a seal assembly to the packer and set, displace the anulis with with fresh water treated with one percent by volume of Quatron 2207, which is simply a corrosion inhibiter and install leak protection devices on the casing tubing anulis (sic).

Q Now refer to Exhibit 7, please, and explain what it shows.

A Exhibit 7 is a structure map showing contour lines on the top of the Crossroads Siluro-Devonian formation. Each well in the area is shown with its total depth and

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Sub C elevation of the top of the Devonian. The estimated present oil-water contact is shown by the dashed contour line. The area shown in blue represents the area of the Crossroads Siluro-Devonian field known to be below the oil-water contact. The proposed disposal zone of this application is below the estimated oil-water contact in the Santa Fe Pacific Well Number 9.

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Q The exhibit shows a rather pronounced black line running approximately straight north and south or vertically across the exhibit. What does that represent?

A That is a fault that occurs in the field. Q That's been definitely established?

A Yes, sir, there's been no known Devonian production west of that fault.

Q . Would you refer to Exhibit 8.

A Exhibit 8 is a sonic porosity log for the well in this application. This well was originally called the Magnolia Santa Fe Pacific "G" Well Number One; however its name was later changed. This log shows the depth of the well to be 12,200 feet and the top of the Devonian is marked at 12,149 feet.

As I understand it, your testimony in general, Mr. Seerey, principle reason for the application is to

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increase the capacity of the disposal system already in existence, is that a fair statement?

A Yes, sir.

Q Do you have anything further?

A No, sir.

MR. SPERLING: We offer Exhibits 1 through 8 at this time, Mr. Examiner.

MR. NUTTER: Mobil Exhibits 1 through 8 will be admitted in evidence.

MR. SPERLING: That's all we have.

QUESTIONS BY MR. NUTTER:

Q Mr. Seerey, how many injection or disposal wells are presently in the pool?

A Mobil is currently using two disposal wells in the pool.

Q The one in 25 and one in 28?

A Mobil is using the -- yes, the Carlson old development well in 25 and U. D. Sawyer Well in Section 33, in Unit A of 33.

Q How about the one in 28?
A I show it to be abandoned.

Q I see.

A I believe we experienced fill-up and I would

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like to correct my testimony to that, to that extent. I quoted the one in 28 as being the other well. Texaco has two disposal wells. I believe they both occur in the southeast quarter of Section 34.

Q Okay, those two dry holes with circles around them are --

A Yes.

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Q -- Texaco's disposal wells.

A Yes, sir. I don't know of any other disposal wells in the immediate area. We have used in the history of the Crossroads we have used other disposal wells; however they were quite far to the west and off of this exhibit.

Q Well, at one time, Mr. Seerey, there was some discussion of using some of the water that was produced in this field for waterflood operations in a field to the north. Do you know if that was ever done or if it's still being done or not?

A It was done; it is being done; the McMillan Sands Unit to the northwest, I believe Union of Cal is the operator, laid a line to our Crossroads Station and takes the produced water as it is required for the waterflood. The injection volume there has never really reached

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the volumes that they had predicted that they would need to begin with, so it's -- it's not a large source of disposal for this system.

Now you say that you're currentle disposing of 40,000 barrels. That would be what Mobil is disposing of in these two wells, is that right?

A That's what Mobil is disposing of in these two wells; however that's not all produced on Mobil leases. Q I see, and you think that the capacity of those two existing wells is about 41,000, so you need something more in the near future?

A Yes, sir.

Q Now what is this on your Exhibit Number 6, you
say 4 and 1/2 inch PC tubing. What does that PC mean?
A Plastic coated.

Q Okay. Now is there any production in this area in any of the shallower formations? We've got our intermediate pipe set here at 5000 and you're proposing to set the packer at above 5000 so there would be one spring of pipe with cement opposite those shallower formations. Are any formations in there productive?

A No, sir, there's only one other well in the pool that's producing from another formation and that is

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a Penn Well that is shown on Exhibit 1 by a square and that's in Unit A in Section 26, and I believe that it produces from a depth of 9500 feet, if I remember right. MR. NUTTER: Are there any further questions of Mr.

Seerey?

(No response.)

MR. NUTTER: You may be excused. Do you have anything further, Mr. Sperling?

MR. SPERLING: No, sir.

MR. NUTTER: Does anyone have anything they wish to

offer in Case Number 5475?

(No response.)

MR. NUTTER: We'll take the case under advisement. (Hearing concluded.)

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STATE OF NEW MEXICO) ) ss COUNTY OF SANTA FE )

REPORTER'S CERTIFICATE

I, Sally Walton Boyd, Notary Public and General Court Reporter, Santa Fe, New Mexico, DO HEREBY CERTIFY that the facts stated in the caption hereto are true and correct; that I reported the captioned proceedings; that the foregoing 13 pages, numbered 1 through 13 inclusive, is a full, true and correct transcript of my notes taken during the course of the hearing.

WITNESS my hand this 22nd day of May, 1975, at Santa Fe, New Mexico.

Walton alles Sally Walton Boyd

Notary Public and General Court Reporter

My Commission expires: 10 September 1975

i do hereby certify that the foregoing le a complete record of the proceeding the Examiner hearing 1972. heard by me on Mull. Examines

New Mexico 011 Conservation Commission

THE NYE REPORTING SERVICE STATE-WIDE DEPOSITION NOTARIES 225 JOHNSON STREET SANTA-FE, NEW MEXICO 87501 TEL. (505) 962-0386



### **OIL CONSERVATION COMMISSION**

STATE OF NEW MEXICO P. O. BOX 2088 - SANTA FE 87501

# CHAIRMAN

LAND COMMISSIONER PHIL R. LUCERO MEMBER

I. R. TRUJILLO

STATE GEOLOGIST A. L. PORTER, JR. SECRETARY - DIRECTOR

C.

May 22, 1975

Mr. James E. Sperling Re: Modrall, Sperling, Roehl, Harris & Sisk Attorneys at Law Post Office Box 2168 Albuquerque, New Mexico 87103 CASE NO. <u>5475</u> ORDER NO. <u>R-5023</u>

Applicant:

Mobil Oil Corporation

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States Inc. Back

Dear Sir:

Enclosed herewith are two copies of the above-referenced Commission order recently entered in the subject case.

Very truly yours, Parter, J.

A. L. PORTER, Jr. Secretary-Director

ALP/ir

Copy of order also sent to:

Hobbs OCC **x** 

Aztec OCC

Other State Engineer Office

### BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

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IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

> CASE NO. 5475 Order No. R-5023

APPLICATION OF MOBIL OIL CORPORATION 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 May 14, 1975, at Santa Fe, New Mexico, before Examiner, Daniel S. Nutter.

NOW, on this <u>22nd</u> day of May, 1975, 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, Mobil Oil Corporation, is the owner and operator of the Santa Fe Pacific Well No. 9, located in Unit E of Section 35, Township 9 South, Range 36 East, NMPM, Crossroads Siluro-Devonian Pool, Lea County, New Mexico.

(3) That the applicant proposes to utilize said well to dispose of produced salt water into the Lower Siluro-Devonian formation, with injection into the open-hole interval from approximately 12,188 feet to 12,525 feet.

(4) That the injection should be accomplished through 4 1/2-inch plastic lined tubing installed in a packer set at approximately 4840 feet; that the casing-tubing annulus should be filled with an inert fluid; and that a pressure gauge or approved leak detection device should be attached to the annulus in order to determine leakage in the casing, tubing, or packer.

(5) That the operator should notify the supervisor of the Hobbs district office of the Commission of the date and time of the installation of disposal equipment so that the same may be inspected. -2-Case No. 5475 Order No. R-5023

(6) That the operator should 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 surface.

(7) 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, Mobil Oil Corporation, is hereby authorized to utilize its Santa Fe Pacific Well No. 9, located in Unit E of Section 35, Township 9 South, Range 36 East, NMPM, Crossroads Siluro-Devonian Pool, Lea County, New Mexico, to dispose of produced salt water into the Lower Siluro-Devonian formation, injection to be accomplished through 4 1/2-inch tubing installed in a packer set at approximately 4840 feet, with injection into the open-hole interval from approximately 12,188 feet to 12,525 feet;

PROVIDED HOWEVER, that the tubing shall be plastic-lined; that the casing-tubing annulus shall be filled with an inert fluid; and that a pressure gauge shall be attached to the annulus or the annulus shall be equipped with an approved leak detection device in order to determine leakage in the casing, tubing, or packer.

(2) That the operator shall notify the supervisor of the Hobbs district office of the Commission of the date and time of the installation of disposal equipment so that the same may be inspected.

(3) 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 and necessary to correct such failure or leakage.

(4) That the applicant shall submit monthly reports of its disposal operations in accordance with Rules 704 and 1120 of the Commission Rules and Regulations.

(5) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

-3-Case No. 5475 Order No. R-5023

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

1, T. R. TRUJILLO, Chairman

Mil L. Lucero, Member

Nemyer & Secretary ORTER,

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Form C-108 Revised 3-1-68

### NEW MEXICO OIL CONSERVATION COMMISSION

# APPLICATION TO DISPOSE OF SALT WATER BY INJECTION INTO A POROUS FORMATION

PERATOR			ADDRESS		
Mobil Oil Corporati	ion	TVELL NO.	P. O. Box	633, Midland, Texas	79701
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NO. 1 Produced water - tak	en from Santa Fe Pacif	ic SWD. 7-22	270	· · · · · · · · · · · · · · · · · · ·	
NO. 2				·	
NO. 3	· · · · ·	· .			
NO. 4		· · ·			· • •
EMARKS:					
C	HEMICAL AND PHYSICAL F	ROPERTIES			
· · · · · · · · · · · · · · · · · · ·	NO. 1	NO. 2	NO. 3	NO. 4	
Specific Gravity at 60° F.	1.0450				
pH When Sampled		<u> </u>		1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 -	
pH When Received Bicarbonate as HCO3	<u> </u>				
Supersaturation as CaCO3	<u> </u>				
Undersaturation as CaCO3					
Total Hardness as CaCO3	7.200				n de la composition d Composition de la composition de la comp
Calcium as Ca	2,250	<b> </b>	: ".		
Magnesium as Mg	377		<u> </u>		
Sodium and/or Potassium	21,008		······································		
Sulfate as SO4	1,296				
Chloride as CI					
Iron as Fe	1.0			<i>e</i>	
Barlum as Ba	O				1 <del>2</del> 2
Turbidity, Electric	24.2				
Color as Pt ()	<u> </u>	<u> </u>			
Total Solids, Calculated Temperature °F.		f	· · · · · · · · · · · · · · · · · · ·		a a se
Carbon Dioxide, Calculated					
Dissolved Oxygen, Winkler	0.0				1999 - N. 1999 -
Hydrogen Sulfide	14.0				
Resistivity, ohms/m at 77° F.	0.128				- 74 J. 
Suspended Oil		}		<	
Filtrable Solids as mg/1	23,6				
Volume Filtered, ml	1,430				
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Additional Determinations And Remarks	Results Reported As Milligram	S PET LILET	<u></u>		
-Contact-us-for-any-deta	1s or discussions con	corning the al	ove result	8	
			1. S. S.		
		DEECOR CY	A ALIA IPP	MITTED	
		DEFORE EX	AMINER	NUTER	$a_{i} \stackrel{d}{\rightarrow} a_{i}$
13 X X		OIL CONSER	VATION CO	MAISSION	
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orm No. 3		CASE NO	5475		
	e	Part			
			C. Martin,	MA Y	1 . 1



April 14, 1975

FRODUCING DEPARTMENT · CENTRAL UNITED STATES MIDLAND DIVISION

TEXACO INC. P. O. BOX 3100 MIDLAND, TEXAS 70701

RECEIVED OPERS. ENGINEERING APR 1 3 1975 CIRC. PROR. XC's

FILE

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SALT WATER DISPOSAL WAIVER MOBIL OIL CORPORATION SANTA FE PACIFIC WELL NO. 9 CROSSROADS SILURO-DEVONIAN POOL LEA COUNTY, NEW MEXICO

State of New Mexico Oil Conservation Commission P. 0. Box 2088 Santa Fe, New Mexico 87501

and the second second

Attention: Mr. A. L. Porter, Jr.

Gentlemen:

Texaco Inc. has been advised by Mobil Oil Corporation of its application to the Oil Conservation Commission asking of its application to the off conservation commission asking permission to dispose of salt water through the wellbore of its Santa Fe Pacific Well No. 9. Disposal will be into openhole 12,190' to 12,525' in the Lower Devonian formation.

Texaco Inc., as an offset operator, waives objection

to the application.

Yours very truly,

Darrell Smith Division Manager

Bv Brown

Assistant to Division Manager

CHF/kf

Ser.

cc: Mobil Oil Corporation P. O. Box 633 Midland, Texas 79701



This is recycled paper

# **Mobil Oil Corporation**

April 10, 1975

P.O. BOX 633 MIDLAND, TEXAS 79701

Mr. Bobby Lewis Crossroads, New Mexico 88114

APPLICATION FOR SALT WATER DISPOSAL INTO MOBIL'S SANTA FE PACIFIC WELL #9 SECTION 35, T-9-S, R-36-E, CROSSROADS SILURO DEVONIAN FIELD LEA COUNTY, NEW MEXICO

Dear Mr. Lewis:

Attached is a copy of an application to the New Mexico Oil Conservation Commission for approval to dispose of produced salt water into the lower Siluro Devonian formation through the wellbore of Mobil's Santa Fe Pacific Well No. 9.

As you know, it is necessary to produce large quantities of salt water in order to produce the nil from the Crossroads Siluro Devonian Pool; therefore, an additional disposal well is necessary immediately. If you, as surface owner, have no objection to this application, please sign and return two (2) owner, have no objection to this office in the enclosed self-addressed copies of the attached waiver to this office in the enclosed self-addressed envelope. One copy of the waiver is for your file.

If any additional information is necessary, please contact J. H. Seerey, Mobil Oil Corporation, Midland, Texas.

Yours very truly, Original Signed By . L.A. DAVIS

L. A. Davis Area Operations Engineer

JHSeerey; 35 Attachme it

The undersigned, as surface owner, hereby waives objection to Mobil's application to dispose of produced salt water into the lower Siluro Devonian formation through the wellbore of Mobil's Santa Fe Pacific Well No. 9. with undertaining that dow of that domagen to surface and water will be takin Co

Owner

Date

BEFORE EXAMINER NUTTER OIL CONSERVATION COMMISSION 5/14/75 EXHIBIT NO. 4 CASE NO. 5475

#Margher and the Diagrammatic Well Sketch Santa Fe Pacific Well No. 9 Crossroads Siluro (Devenian) Apol Lea County, New Mexico (EXISTING COMPETION) G.L. Elev. = 4,016' 432' 🖌 103/4 - 32.75 /14 H- 40 set w1400 5x1 1,520 Cmt Top (Temp Survey) -4,818' Liner Top Sard W1300 Sx TY . 5,000 758-26.4 #10+ J-55 set w12500 sx Setes cont Agente company all Y Jerres the way Devonian Perforations 12150'-12165' > PB to -12,175' in 1966 and Guib Type A Perm Per Wlexperdable plug 51/2"- 17#/1+ N-80 liner set w1225 sx 12,188' complop ous BEFORE EXAMINER NUTTER OIL, CONSERVATION COMMISSION 4-10-75 5/14/75 EXHIBIT NO. 5 1ew REY. 4-15-75 CASE NO.\_\_\_ 5475  ${\cal K}_{i}^{\prime}$ 

Diagrammatic Well Sketch Santa Fe Pacific Well No. 9 Crossroads Siluro (Devonian)Pool Lea County, New Mexico PROPOSED COMPLETION G.L. Elev.= 4,016' 10 34-32.75 1/1 H-40 set w1400 sx 432' Cmt Top (Temp Survey)\_ 1,520 1818' dente del 1818' dente del 1818' des del 41/2" PC Tubing 2 Plastic Concert. 4,818' Liner Top Soud W1300sx (428CF) Permtrpe pkr. 4,840' Δ 7 58-26.414 J-55 set w72500 =x 5,000' Devonian Perforations 12,150'-12,165' Sazd wit Cmt. 51/2"-17 #1 N-Boliner set w1225 sx BEFORE EXAMINER NUTTER OIL CONSERVATION COMMISSION 5/14/75 EXHIBIT NO. 6 4-10-75 CASE NO. 1EW REV. 2-15-75" 

Docket No. 11-75 -

CASE 5471: Application of Union Texas Petroleum for downhole commingling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Justis Blinebry and Justis Tubb-Drinkard production in the wellbore of its Carlson "B" Wells Nos. 1 and 2 located in Unit P of Section 23 and Unit H of Section 26, respectively, Township 25 South, Range 37 East, Lea County, New Mexico.

ASE 5472:

Application of Mesa Petroleum Co. for an unorthodox gas well location, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox gas well location of a well to be drilled at a point 660 feet from the North and East line of Section 6, Township 26 South, Range 33 East, Red Hills Field, Lea County, New Mexico.

CASE 5473: Application of Mesa Petroleum Co. for pool creation and special pool rules, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a new oil pool for Drinkard production for its West Knowles Well No. 1 located in Unit P of Section 34, Township 16 South, Range 37 East, Lea County, New Mexico, and for the promulgation of special rules therefore, including a provision for 80-acre spacing units.

CASE 5474:

CASE 5476:

Application of Guif 011 Company for two non-standard locations and the amendment of Order Nos. R-2904 and R-2909, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of its Central Drinkard Unit Wells Nos. 101 and 401 located, respectively, 554 feet from the North line and 766 feet from the East line, and 660 feet from the North and East lines of Section 28, Township 21 South, Range 37 East, Drinkard Pool, Lea County, New Mexico. Applicant further seeks the amendment of Order No. R-2904 which order approved the Central Drinkard Unit Agreement to provide that the vertical limits of the unitized formation shall include the entire Drinkard formation; application further seeks the amendment of Order No. R-4909 which approved the Central Drinkard Unit Waterflood Project to provide an administrative procedure for the approval of additional unorth dox well locations.

CASE 5475: Application of Mobil Oil Corporation for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Lower Siluro-Devonian formation in the open-hole interval from 12,188 feet to 2,525 feet in its Santa Fe Pacific Well No. 9, located in Unit E of Section 35, Township 9 South, Range 36 East, Crossroads Siluro-Devonian Pool, Lea County, New Mexico.

> Application of Cities Service Oil Company for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Wolfcamp formation underlying the NE/4 of Section 30, Township 22 South, Range 27 East, and in the Pennsylvanian formation underlying the E/2 of said Section 30, to be dedicated to a proposed gas well to be drilled at an orthodox location for both formations. Also to be considered will be the cost of drilling and completing said well and the allocation of such costs as well as actual operating costs and charges for supervision. Also to be considered will be the designation of the applicant as operator of the well and a charge for the risk involved in drilling said well.

Dockets Nos. 12-75 and 13-75 are tentatively set for hearing on May 28 and June 11, 1975. Applications for hearing must be filed at least 22 days in advance of hearing date.

# DOCKET: EXAMINER HEARING - WEDNESDAY - MAY 14, 1975

# 9 A.M. - OIL CONSERVATION COMMISSION CONFERENCE ROOM, STATE LAND OFFICE BUILDING - SANTA FE, NEW MEXICO

The following cases will be heard before Daniel S. Nutter, Examiner, or Richard L. Stamets, Alternate Examiner.

ALLOWABLE:

(1) Consideration of the allowable production of gas from seventeen prorated pools in Lea, Eddy, Roosevelt and Chaves Countles, New Mexico, for June, 1975.

(2) Consideration of the allowable production of gas from five prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico, for June, 1975.

# CASE 5429: (Continued from the March 5, 1975 Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Charles M. Goad and United States Fidelity & Guaranty Company and all other interested parties to appear and show cause why the Charles M. Goad, State No. 1 Well located in Unit M of Section 28, Township 2 South, Range 26 East, De Baca County, New Mexico, should not be plugged and abandoned in accordance with a Commissionapproved plügging program.

# CASE 5408: (Continued from the April 2, 1975 Examiner Hearing)

In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit W. E. Medlock and Reliance Insurance Company and all other interested parties to appear and show cause why the Queen Ridge No. 1 Well located in Unit M of Section 36, Township 10 South, Range 26 East, Chaves County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 5469:

Application of Read & Stevens for an unorthodox gas well location, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox gas well location of a well to be drilled at a point 990 feet from the South and East line of Section 7, Township 15 South, Range 28 East, Chaves County, New Mexico, in exception to the Buffalo Valley-Pennsylvanian Gas Pool Rules.

CASE 5470:

Application of Maralo, Inc. for a unit agreement, Chaves County, New Mexico. Applicant, in the above-styled cause, seeks approval for the Butler Springs Unit Area comprising 3841 acres, more or less, of state and federal lands in Townships 14 and 15 South, Range 28 East, Chaves County, New Mexico.

Docket No. 11-75 -3-

CASE 5477:

Application of Cities Service Oil Company for compulsory pooling and an unorthodox location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pennsylvanian formation underlying the W/2 of Section 18, Township 22 South, Range 27 East, South Carlsbad Field, Eddy County, New Mexico, to be dedicated to a well to be drilled at an unorthodox location for said unit 1650 feet from the South line and 1980 feet from the West line of said Section 18. Also to be considered will be the cost of drilling and completing said well and the allocation of such costs as well as actual operating costs and charges for supervision. Also to be considered will be the designation of the application as operator of the well and a charge for the risk involved in drilling said well.

CASE 5478:

Application of Continental Oil Company for a dual completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion of its Warren Unit Well No. 31 located in Unit 0 of Section 27, Township 20 South, Range 38 East, Lea County, New Mexico, in such a manner as to produce oil from the Blinebry 011 and Gas Pool and oil from the Warren-Tubb Gas Pool through parallel strings of tubing.

CASE 5479:

Application of Continental Oil Company for two non-standard gas proration units, two unorthodox locations, and simultaneous dedication, Lea County, New Mexico, Applicant, in the above-styled cause, seeks approval for a non-standard gas proration unit comprising Lots 1, 2, and 3 and Lots 6 through 11 of Section 4, Township 11 South, Range 36 East, Eumont Gas Pool, Lea County, New Mexico, to be dedica-ted to its Meyer B-4 Well No. 14 located in Unit G of said Section 4. Applicant further seeks approval of a 360-acre Eumont Gas proration unit comprising Lots 14, 15, and 16 and the SE/4 and E/2 SW/4 of said Section 4 to be simultaneously dedicated to its Meyer B-4 Well No. 4 and 29 at unorthodox locations in Units S and P, respectively, of said Section 4.

CASE 5480:

Application of Continental Oil Company for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the Pennsylvanian formation through the perforated interval 7648 to 7690 feet in its SEMU Well No. 7 located in Unit F of Section 23, Township 20 South, Range 37 Kast, Cass-Pennsylvanian Gas Pool, Lea County, New Mexico.

CASE 5481:

Application of Phillips Petroleum Company for downhole commingling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of South Carlsbad-Atoka and South Carlsbad-Morrow gas production in the wellbore of its Tidwell-A "COM" Well No. 1 located in Unit E of Section 8, Township 23 South, Range 27 East, Eddy County, New Mexico.

CASE 5482:

Application of Phillips Petroleum Company for an unorthodox gas well location ard simultaneous dedication, Lea County, New Mexico. Applicant, and the above-styled cause, seeks approval for the unortho-dox location of its Lusk Deep Unit "A" Well No. 1 located in Unit A of Section 19, Township 19 South, Range 32 East, Lusk-Morrow Gas Pool, Lea County, New Mexico, and the simultaneous dedication of said Section 19 to the above well and to applicant's Lusk Deep Unit "A" Well No. 5 located in Unit J of said Section 19.

Docket No. 11-75 -4-

CASE 5483: Application of Phillips Petroleum Company for a dual completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval to dually complete its Lusk Deep Unit "A" Well No. 12 located in Unit G of Section 20, Township 19 South, Range 32 Bast, Lusk Field, Lea County, New Mexico, in such a manner as to produce oil from the Wolfcamp formation through the casing-tubing annulus and gas from the Lusk-Morrow Gas Pool through tubing.

CASE 5484:

Southeastern New Mexico nomenclature case calling for the creation and extension of certain pools in Lea, Eddy, and Chaves Counties, New Mexico and for the assignment of certain oil well discovery allowables.

 (a) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Wolfcamp production and designated as the East Carlsbad-Wolfcamp Gas Pool. The discovery well is the Champlin Petroleum Co. Nix-Yates Well No. 1, located in Unit G of Section 2, Township 22 South, Range 27 East, NMPM. Said pool would comprise:

> TOWNSHIP 21 SOUTH, RANGE 27 EAST, NMPM Section 36: SW/4 TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM Section 1: NW/4 Section 2: NE/4

(b) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Wolfcamp production and designated as the Cemetary-Wolfcamp Gas Pool. The discovery well is the Read & Stevens, Inc. Allirish Well No. 1, located in Unit P of Section 30, Township 20 South, Range 25 East, NMPM. Said pool would comprise:

> TOWNSHIP 20 SOUTH, RANGE 25 EAST, NMPM Section 30: SE/4

(c) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Strawn production and designated as the Crooked Creek-Strawn Gas Pool. The discovery well is the C & K Petroleum Inc. Lowe State Well No. 1, located in Unit C of Section 16, Township 24 South, Range 24 East, NMPM. Said pool would comprise:

> TOWNSHIP 24 SOUTH, RANGE 24 EAST, NMPM Section 16: N/2

(d) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for San Andres production and designated as the Dickenson-San Andres Pool. The discovery well is the Hanson Oil Corporation Santa Fe Well No. 1, located in Unit F of Section 35, Township 10 South, Range 36 East, NMPM. Said pool would comprise:

> TOWNSHIP 10 SOUTH, RANGE 36 EAST, NMPM Section 35: NW/4

(e) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Atoka production and designated as the Golden Lane-Atoka Gas Pool. The discovery well is the Meadco Properties Ltd. Harris 6 Well No. 1, located in Unit I of Section 6, Township 21 South, Range 29 East, NMPM. Said pool would comprise:

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Docket No. 11-75

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### TOWNSHIP 21 SOUTH, RANGE 29 EAST, NMPM Section 6: Lots 1, 2, 7, 8, 9, 10, 15, and 16

(f) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Atoka production and designated as the Grayburg-Atoka Gas Pool. The discovery well is the Horizon Oil & Gas Co. of Texas State 28 Com Well No. 2, located in Unit K of Section 28, Township 17 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 17	SOUTH,	RANGE	29	EAST, NMPM	Ĺ
Section 28:	s/2				•
Section 29:	E/2				

(g) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Premier production and designated as the High Nitro-Premier Gas Pool. The discovery well is the McClellan Oil Corporation Hinkle Federal Well No. 1, located in Unit A of Section 9, Township 16 South, Range 29 East, NMPM. Said pool would comprise:

Sec. 1 - Constants

TOWNSHIP 16	SOUTH,	RANGE	29 EAS	ST, NMPM
Section 3:	SW/4			
Section 4:	SE/4			
Section 9:	NE/4	$(-2e) = \sum_{i=1}^{n} \sum_{j=1}^{n} \sum_{j=1}^{n} \sum_{i=1}^{n} \sum_{j=1}^{n} \sum_{j=1}^{n} \sum_{i=1}^{n} \sum_{j=1}^$		

(h) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production and designated as the Hoag Tank-Morrow Gas Pool. The discovery well is the Yates Petroleum Corporation Allison CQ Federal Well No. 1, located in Unit P of Section 22, Township 19 South, Range 24 East, NMPM. Said pool would comprise:

> TOWNSHIP 19 SOUTH, RANGE 24 EAST, NMPM Section 22: E/2

(1) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production and designated as the N. W. Indian Basin-Morrow Gas Pool. The discovery well is the Charles A. Dean Northwest Indian Basin Well No. 1Y, located in Unit K of Section 28, Township 20 South, Range 23 East, NMPM. Said pool would comprise:

TOWNSHIP 20 SOUTH, RANCE 23 EAST, NAPM Section 28: W/2

(j) CREATE a new pool in Chaves County, New Mexico, classified as an oil pool for San Andres production and designated as the Lonesome-San Andres Pool. The discovery well is the Phillips Petroleum Company Luther A Well No. 1 located in Unit N of Section 18, Township 8 South, Range 32 East, NMPM. Said pool would comprise:

> TOWNSHIP 8 SOUTH, RANGE 32 EAST, NMPM Section 18: SW/4

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Docket No. 11-75 -6-

(k) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Wolfcamp production and designated as the South Rocky Arroyo-Wolfcamp Gas Pool. The discovery well is the El Paso Natural Gas Co. Patterson A Well No. 1, located in Unit N of Section 20, Township 22 South, Range 22 East, NMPM. Said pool would comprise:

#### TOWNSHIP 22 SOUTH, RANGE 22 EAST, NMPM Section 20: SW/4

(1) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Atoka production and designated as the Sheep Draw-Atoka Gas Pool. The discovery well is the Hanagan Petroleum Corp. Mary Federal Well No. 1, located in Unit H of Section 11, Township 23 South, Range 25 East, NMPM. Said pool would comprise:

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TOWNSHIP 23 SOUTH, RANGE 25 BAST, NMPM
Section 11: E/2
```

(m) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production and designated as the Sheep Draw-Morrow Gas Pool. The discovery well is the Hanagan Petroleum Corp. Mary Federal Well No. 1 located in Unit H of Section 11, Township 23 South, Range 25 East, NMPM. Said pool would comprise:

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		Section 1	1:	E/2		111-12	2.12
는 이미 - · · · · · · · · · · · · · · · · · ·	ento gello	Section 1	2:	W/2			العام المراجع وي. المراجع المراجع المستشفان

(n) CREATE a new pool in Lea County, New Mexico, classified as an oil pool and designated as the Shipp-Drinkard Pool and assign 41,650 barrels of discovery allowable to the discovery well, the Mese Petroleum Company West Knowles Well No. 1, located in Unit P of Section 34, Township 16 South, Range 37 East, NMPM. Said pool would comprise:

> TOWNSHIP 16 SOUTH, RANGE 37 EAST, NMPM Section 34: SE/4

(o) EXTEND the Atoka-Pennsylvanian Gas Pool in Eddy County, New Mexico, to include therein:

> TOWNSHIP 18 SOUTH, RANGE 26 EAST, NMPM Section 2: All

(p) EXTEND the North Benson Queen-Grayburg Pool in Eddy County, New Mexico, to include therein:

> TOWNSHIP 18 SOUTH, RANGE 30 EAST, NMPM Section 32: N/2 NE/4

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(q) EXTEND the Blinebry Oil and Gas Pool in Lea County, New Mexico, to include therein:

(r) EXTEND the Buffalo Valley-Pennsylvanian Gas Pool in Chaven County, New Mexico, to include therein:

> TOWNSHIP 15 SOUTH, RANGE 27 EAST, NMPM Section 3: N/2

(s) EXTEND the Burton Flat-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 27 EAST, NMPM Section 18: N/2

(t) EXTEND the South Carlsbad-Atoka Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 26 EAST, NMPM Section 3: W/2 Section 11: A11 TOWNSHIP 23 SOUTH, RANGE 27 EAST, NMPM Section 8: A11 Section 17: N/2

(u) EXTEND the South Carlsbad-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 26 EAST, NMPM Section 16: S/2

TOWNSHIP 24 SOUTH, RANGE 26 EAST, NMPM Section 1: W/2

(v) ESTABLISH a discovery allowable in the Casey-Strawn Pool in Lea County, New Mexico, and assign 56,630 barrels of discovery allowable to the discovery well, the C & K Petroleum, Inc. Shipp "27" Well No. 1, located in Unit O of Section 27, Township 16 South, Range 37 East, NMPM.

(w) EXTEND the Cerca-Upper Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 13 SOUTH, RANGE 34 EAST, NMPM Section 27: S/2 and NE/4

(x) EXTEND the East Chisum San Andres Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 11 SOUTH, RANGE 28 EAST, NMPM Section 16: NE/4 NE/4

12:43

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#### Docket No. 11-75 -8-

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(y) EXTEND the Double L Queen Associated Pool in Chaves County, New Mexico, to include therein:

> TOWNSHIP 14 SOUTH, RANGE 29 EAST, NMPM Section 23: NE/4

TOWNSHIP 14 SOUTH, RANGE 30 EAST, NMPM Section 32: N/2 and SW/4

TOWNSHIE 15 SOUTH, RANGE 30 EAST, NMPM Section 17: N/2

(z) EXTEND the Double X-Delaware Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 24 SOUTH, RANGE 32 EAST, NMPM Section 27: NE74

(aa) EXTEND the Drinkard Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 36 EAST, NMPM Section 36: SW/4

(bb) EXTEND the East Empire Yates Seven Rivers Pool in Eddy County, New Mexico, to include therein:

> TOWNSHIP 17 SOUTH, RANGE 28 EAST, NMPM Section 34: W/2 NE/4

(cc) EXTEND the Kennedy Farms-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 17 SOUTH, RANGE 26 EAST, NMPM Section 22: E/2

(dd) EXTEND the Penssco-Draw-San Andres-Yeso Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 26 EAST, NMFM Section 30: NW/4 SW/4

(ee) EXTEND the Ranger Lake-Bough Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 12 SOUTH, RANGE 34 EAST, NMPM Section 23: SW/4

(ff) EXTEND the Rock Tank-Lower Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 25 EAST, NMPM Section 18: All

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# Docket No. 11-75

(gg) EXTEND the Round Tank San Andres Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 15 SOUTH, RANGE 29 EAST, NMPM Section 31: NW/4 NW/4

(hh) EXTEND the vertical limits of the Sand Hills-San Andres Pool in Lea County, New Mexico, to include the Grayburg formation.

(11) EXTEND the Sulimar Queen Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 15 SOUTH, RANGE 30 EAST, NMPM Section 18: SW/4 SW/4

(jj) EXTEND the Tres Papalotes-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

> TOWNSHIP 15 SOUTH, RANGE 34 EAST, NMPM Section 5: SW/4

(kk) EXTEND the Turkey Track Queen-Grayburg Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 29 EAST, NMPM Section 32: NE/4 NE/4

J. R. MODRALL J. R. MODRALL JANES E. SPERLINO JOSEPH E. ROEHL GEORGE T. HARRIS, JR. DANIEL A. SISK LELAND S. SEDBERRY, JR. ALLEN C. DEWEY, JR. JRANK H. ALLEN, JR. JAMES A. PARKER JOHN R. COONEY JOHN R. COONEY NENNETH L. HARRIGAN PETER J. ADANG OALE W. EK DENNIB J. FALK ARTHUR D. MELENDRES BRUCE D. BLACK JOE R. O. FULCHER JOE R. O. FULCHER MEL E. YOST JAMES P. HOUGHTON GEORGE J. HOPKINS PAUL M. FISH JUDY A. FRY

LAW OF FICES OF MODRALL, SPERLING, ROEHL, HARRIS & SISK

PUBLIC SERVICE BUILDING P. O. BOX 2168 ALBUQUERQUE, NEW MEXICO 87100





Santa Fe

Mr. A. L. Porter, Jr. Secretary-Director Oil Conservation Commission P. O. Box 2028 Santa Fe, New Mexico 87501

Mobil Oil Corporation's Application Re: for Approval of Injection of Salt Water Subsurface for Disposal Purposes

Dear Mr. Porter:

Enclosed herewith, please find original and two copies of Mobil Oil Corporation's application for hearing concerning the above-captioned matter.

It would be appreciated if this matter can be scheduled for hearing before an Examiner at the hearing to be held on May 14, 1975.

Very truly yours, James E. Sperling

/jv

Enclosures

Mr. John H. Seerey, w/encl. (w/o exhibits) cc: Mobil Oil Corporation

DOCKET MAILED

Care 5475

JOHN F. SIMMS (1885-1954) AUGUSTUS T. SEYMOUR (1907-1965)

TELEPHONE 243-45

AREA CODE 505



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# EEFORE THE OIL CONSERVATION COMMISSION

OF THE STATE OF NEW MEXICO

CIE CONSERVATION COMM.

and the

Santa IN THE MATTER OF THE APPLICATION OF MOBIL OIL CORPORATION FOR APPROVAL OF INJECTION OF SALT WATER SUBSURFACE FOR DISPOSAL PURPOSES THROUGH MOBIL'S SANTA FE PACIFIC WELL NO. 9, UNIT E, SECTION 35, TOWNSHIP 9 SOUTH, RANGE 36 EAST, LEA COUNTY, NEW MEXICO

# APPLICATION

Case No. 5475

1. Mobil Oil Corporation is the owner and operator of a well in the Crossroads Pool, Lea County, New Mexico, known as Mobil's Santa Fe Pacific Well No. 9, located in Unit E, 330 feet from the west line and 1650 feet from the north line of Section 35, Township 9 South, Range 36 East, N.M.P.M., Lea County, New Mexico. The well is completed in the lower Siluro Devonian Formation and is presently temporarily abandoned. Mobil proposes to dispose of produced salt water into the Siluro Devonian Formation.

2. Attached hereto are the following:

- A. Plat of the area where the well is located, including the designation of the subject well and all wells within a two-mile radius.
- B. Log of the well.
- C. Diagrammatic sketch of the existing comple-
- D. Diagrammatic sketch of the proposed completion for injection-disposal.
- E. Copy of Form C-108.
- F. Analysis of produced water indicating representative chemical and physical properties

of the fluid proposed to be injected.

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3. Mobil anticipates that initial injection will be by gravity and that subsequent injection pressures will not exceed 300 p.s.i. at the wellhead. Anticipated volume of injected water is 25,000 tarrels per day.

4. Mobil requests the approval of the Commission for the conversion of the above-identified well for salt water disposal and requests that this matter be set for hearing on May 14, 1975.

> Respectfully submitted, MOBIL OIL CORPORATION By: MODRALL SPERLING ROEHL HARRIS & SISK

By: James E. its attorneys 0. Box 2168 P buquerque, New Mexico 87103

Diagrammatic Well Sketch Santa Fe Pacific Well No. 9 Crossroads Siluro (Devonian) Pool Lea County, New Mexico (EXISTING COMPETION) G.L. Elev.= 4,016 10 1/4 - 32.75 1/4 H- 40 set w1400 sx 432' 1,520 Cmt Top (Temp Survey) -14 Liner Top Sard w1300 sz 4,818 758-26.4 #18+ J-55 set w12500 sx 5,000' Devonian Aerforations 12150'-12165' -12,175' Guib Type A Perm Par wlexpendable plug  $\sim$ 5 1/2 - 17 /Ft N-80 liner set w1225 5x \_\_\_ 12,188' \_12,200'T.D. 4-10-75 1EW REY. 4-15-75 100 Ser the P  $\mathbf{v}^{-1}$ 

Diagrammatic Well Sketch Santa Fe Pacific Well No. 9 Crossroads Siluro (Devonian)Pool Lea County, New Mexico (PROPOSED COMPLETION G.L. Elev.= 4,016' 1034-32.75 1/1 H-40 set w1400 sx 432' Cmt Top (Temp Survey)\_\_\_\_ 1,520' 41/2" PC Tubing 2 LinerTop Sozd W1300sx (428CF) Permtype pkr. 4818 ' 4,840 7 58-26.4 1/4 J-55 set w72500 3x line. 5,000 Devonian Perforations 12,150'-12,165' Sazd wit Cmt. 51/2"-17#/AIN-BOliner set w1225sx 12,188 4-15-75 IEW 12,525'T.D. REV. 2-15-75 疲 100 A .....

NEW MEXICO OIL CONSERVATION COMMISSION

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Waylan C. Martin, M. A.

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### 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. 5475Order No. R- 5023

APPLICATION OF MOBIL OIL CORPORATION 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 May 14, 1975, at Santa Fe, New Mexico, before Examiner, Daniel S. Nutter

NOW, on this day of May , 1975 , 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, Mot	bil Oil Corporation
is the owner and operator of the	Santa Fe Pacific Well No. 9
located in Unit E of Section $3$	5 , Township 9 South
Range 36 East , NMPM, Crossi	roads Siluro-Devonian <sup>O</sup> Pool

Lea County, New Mexico.

(3) That the applicant proposes to utilize said well to dispose of produced salt water into the <u>Lower Siluro-Devonian</u> formation, with injection into the <u>open-hole</u> interval from approximately <u>12,188</u> feet to <u>12,525</u> feet.

(4) That the injection should be accomplished through  $\frac{42}{2}$ 

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CASE NO. 5475

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annulus in order to determine leakage in the casing, tubing, or packer.

(4) That the injection well or system should be equipped with a pop-off value or acceptable substitute which will limit the wellhead pressure on the injection well to no more than 700 psi.

That the operator should notify the supervisor of the <u>Hobbs</u> district office of the Commission of the date and time of the installation of disposal equipment so that the same may be inspected.

That the operator should 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 surface.

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, <u>Mobil Oil Corporation</u>, is hereby authorized to utilize its <u>Santa Fe Pacific Well No. 9</u>, located in Unit <u>E</u> of Section <u>35</u>, Township <u>9</u> <u>South</u>, <u>Range <u>36</u> <u>East</u>, <u>NMPM</u>, <u>Crossroads Siluro-Devonian Pool</u>, <u>Lea</u> <u>County</u>, New Mexico, to dispose of produced salt water into the <u>Lower Siluro-Devonian</u> formation, injection to be accomplished through <u>42</u> -inch tubing installed in a packer set at approximately <u>4849</u> feet, with injection into the <u>open-hole</u> interval from approximately <u>12,188</u> feet to <u>12,525</u> feet;</u>

PROVIDED HOWEVER, that the tubing shall be plastic-lined; that the casing-tubing annulus shall be filled with an inert fluid; and that a pressure gauge shall be attached to the annulus or the annulus shall be equipped with an approved leak detection device in order to determine leakage in the casing, tubing, or packer. CASE NO. 5480

- 3 -

(2) That the injection well or system shall be equipped with a pop-off valve or acceptable substitute which will limit the wellhead pressure on the injection well to no more than 700 psi.

(2) That the operator shall notify the supervisor of the <u>Hobbs</u> district office of the Commission of the date and time of the installation of disposal equipment so that the same may be inspected.

(5) That the operator shall immediately notify the supervisor of the Commission's <u>Hobbs</u> 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 and necessary to correct such failure or leakage.

(\*) That the applicant shall submit monthly reports of its disposal operations in accordance with Rules 704 and 1120 of the Commission Rules and Regulations.

(5) 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.