Entered February 9, 1961 asp.

## 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. 2169 Order No. R-1864

APPLICATION OF GULF OIL CORPORATION FOR A SALT WATER DISPOSAL WELL IN THE GRAYBURG AND SAN ANDRES FORMATIONS, LEA COUNTY, NEW MEXICO.

## ORDER OF THE COMMISSION

## BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on January 25, 1961, at Santa Fe, New Mexico, before Elvis A. Utz, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this <u>3rd</u> day of February, 1961, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Elvis A. Utz, 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, Gulf Oil Corporation, is the owner and operator of the J. F. Janda "F" Well No. 17, located in Unit A, Section 4, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico.

(3) That the applicant proposes to dispose of produced salt water into the Grayburg and San Andres formations through said J. F. Janda "F" Well No. 17 with the injection interval from 3999 feet to 5650 feet.

(4) That inasmuch as the applicant does not propose to install tubing in said well, it should not be utilized for salt water disposal purposes after June 1, 1961.

(5) That if the applicant desires to utilize said well for salt water disposal purposes after June 1, 1961, a packer should be set at the top of the injection interval, tubing installed, and the annulus filled with sweet oil or its equivalent. -2-CASE No. 2169 Order No. R-1864

(6) That inasmuch as the applicant's proposed salt water disposal program will not, for the time being, jeopardize the production of oil, gas or fresh water in the area, approval of the subject application will neither cause waste nor impair correlative rights.

IT IS THEREFORE ORDERED:

(1) That the applicant, Gulf Oil Corporation, is hereby authorized to dispose of produced salt water into the Grayburg and San Andres formations through its J. F. Janda "F" Well No. 17, located in Unit A, Section 4, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico, with the injection interval from 3999 feet to 5650 feet.

PROVIDED HOWEVER, That the authorization granted by this order shall terminate on June 1, 1961, unless a packer is installed at the top of the injection interval, tubing installed, and the annulus filled with sweet oil or its equivalent, in which case the authorization granted by this order shall continue.

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

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

EDWIN L. MECHEM, Chairman

Swalke WALKER, Member

a. f. Parter In

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

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