BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

Entered linemain 3, 1961

E. P.

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

> CASE NO. 2369 Order No. R-2057

APPLICATION OF SUNRAY MID-CONTINENT OIL COMPANY FOR A DUALLY COMPLETED OIL PRODUCING AND SALT WATER DISPOSAL WELL, EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on August 30, 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>7th</u> day of September, 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, Sunray Mid-Continent Oil Company, seeks permission to dually complete its State "O" Well No. 3, located in the SW/4 SE/4 of Section 12, Township 19 South, Range 28 East, NMPM, Eddy County, New Mexico, in such a manner as to permit the production of oil through 2-inch tubing from perforations in the interval from 1763 feet to 2178 feet and to dispose of produced salt water through the 8 5/8 x 5 1/2-inch annulus into the Rustler Anhydrite and Yates formations in the open-hole interval from 386 feet to 884 feet.

(3) That inasmuch as the quantities of salt water to be disposed of through the proposed installation are small, the subject application should be approved.

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(4) That the salt water to be injected should be inhibited to prevent undue corrosion to the 8 5/8-inch and 5 1/2-inch casing strings.

IT IS THEREFORE ORDERED:

(1) That the applicant, Sunray Mid-Continent Oil Company, is hereby authorized to dually complete its State "O" Well No. 3, located in the SW/4 SE/4 of Section 12, Township 19 South, Range 28 East, NMPM, Eddy County, New Mexico, in such a manner as to permit the production of oil through 2-inch tubing from perforations in the interval from 1763 feet to 2178 feet and to dispose of produced salt water through the 8 5/8 x 5 1/2-inch annulus into the Rustler Anhydrite and Yates formations in the open-hole interval from 386 feet to 884 feet.

(2) That the salt water to be injected into the subject well shall be inhibited to prevent undue corrosion to the 8 5/8-inch and 5 1/2-inch casing strings.

(3) 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

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EDWIN L. MECHEM, Chairman

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& Parter, J.

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

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