ale cepit 23, 110

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. 4333 Order No. R-3949

APPLICATION OF PHILLIPS PETROLEUM COMPANY FOR A DUAL COMPLETION AND SALT WATER DISPOSAL, CHAVES COUNTY, NEW MEXICO.

## ORDER OF THE COMMISSION

## BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on April 15, 1970, at Hobbs, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>22nd</u> day of April, 1970, 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, Phillips Petroleum Company, seeks authority to complete its Marley "A" Well No. 1, a wildcat well, located in Unit P of Section 3, Township 11 South, Range 31 East, NMPM, Chaves County, New Mexico, as a dual completion to produce oil from the San Andres formation in the interval from 4148 feet to 4165 feet through 2 3/8-inch tubing and to dispose of produced salt water into the San Andres formation in the perforated interval from 4344 feet to 4800 feet through a parallel string of 2 3/8-inch plastic-lined tubing, with separation of the zones by a packer set at approximately 4315 feet.

(3) That approval of the dual completion and salt water disposal as set out above will prevent the drilling of unnecessary

-2-CASE No. 4333 Order No. R-3949

wells, and will otherwise prevent waste and protect correlative rights.

## IT IS THEREFORE ORDERED:

That the applicant, Phillips Petroleum Company, is (1) hereby authorized to complete its Marley "A" Well No. 1, a wildcat well, located in Unit P of Section 3, Township 11 South, Range 31 East, NMPM, Chaves County, New Mexico, as a dual completion to produce oil from the San Andres formation in the interval from 4148 feet to 4165 feet through 2 3/8-inch tubing and to dispose of produced salt water into the San Andres formation in the perforated interval from 4344 feet to 4800 feet through a parallel string of 2 3/8-inch plastic-lined tubing, with separation of the zones by a packer set at approximately 4315 feet;

PROVIDED HOWEVER, that the applicant shall submit monthly reports of its disposal operations in accordance with Rules 704 and 1120 of the Commission Rules and Regulations.

(2) 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

DAVID F. CARGO, Chairman Ú ļ ARMIJO, Member AL iter A. L. PORTER, Jr., Member & Secretary

SEAL

esr/