

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION

November 19, 1981

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-2434

Southland Royalty Company 1100 Wall Towers West Midland, Texas 79701

Attention: Mr. K. W. Harbin

Re: Malmar Unit Tract 1 Well

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No. 13-2B

Dear Sir:

Pursuant to Southland Royalty Company's letter of November 4, 1981, Southland Royalty Company is hereby authorized to resume water injection into its Malmar Unit Tract 1 #13-2B well through plastic-lined tubing set in a packer at approximately 4000 feet in the following described well for purposes of secondary recovery.

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

That the injection well or system shall be equipped with a pressure limiting device which will limit the wellhead pressure to a maximum of 830 pounds per square inch; provided however that the Division Director may administratively authorize a pressure limitation in excess of the above upon the operator's establishing that such higher pressure will not result in fracturing of the confining strata.

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

That the operator shall immediately notify the Supervisor of the Division'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

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failure or leakage.

That the subject well shall be governed by all provisions of Division Order No. R-2155 and WFX No. 142 not inconsistent herewith.

Very truly yours,

JOE D. RAMEY Division Director

JDR/OS/og