

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

August 19, 1957

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P
Y
Signal Oil and Gas Company
1010 Fort Worth National Bank Building
Fort Worth 2, Texas

Gentlemen:

Enclosed please find Administrative Order SWD-4
for your Gulf-State Well No. 2, located in the SW/4 NW/4
of Section 4, Township 16 South, Range 38 East, NMPM, Lea
County, New Mexico, in the South Denton Devonian Pool Area.

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

WWH:omg

cc: Oil Conservation Commission, Hobbs, N. Mex.
New Mexico Oil & Gas Engineering Committee, Hobbs, N. Mex.

SUBJECT: SALT WATER DISPOSAL WELL

August 10, 1957

THE APPLICATION OF SIGNAL OIL & GAS COMPANY FOR PERMISSION TO EFFECT CONVERSION TO SALT WATER DISPOSAL OF ITS GULF-STATE WELL NO. 2, LOCATED IN THE SW/4 NW/4 OF SECTION 4, TOWNSHIP 16 SOUTH, RANGE 38 EAST, NMPM, LEA COUNTY, NEW MEXICO, IN THE SOUTH DENTON DEVONIAN POOL AREA.

ORDER NO. SWD-4

ADMINISTRATIVE ORDER
OF THE OIL CONSERVATION COMMISSION

Under the provisions of Rule 701 (c) Signal Oil & Gas Company made application to the New Mexico Oil Conservation Commission on August 5, 1957 for permission to convert for salt water disposal, its Gulf-State Well No. 2, located 2387 feet from the North line and 660 feet from the West line and in the SW/4 NW/4 of Section 4, Township 16 South, Range 38 East, NMPM, Lea County, New Mexico, in the South Denton Devonian Pool Area.

The Secretary-Director Finds:

- (1) That application has been duly filed under the provisions of Rule 701 (c) of the Commission Rules and Regulations;
- (2) That satisfactory information has been provided that all offset operators, surface owners and New Mexico State Engineers Office have been duly notified; and
- (3) That the applicant has presented satisfactory evidence that all requirements prescribed in Rule 701 (c) will be met.
- (4) That waivers have been received from all offset operators as prescribed by said rule.

IT IS THEREFORE ORDERED:

That the applicant, herein, Signal Oil & Gas Company be and it hereby is authorized to convert for salt water disposal its Gulf-State Well No. 2, located in the SW/4 NW/4 of Section 4, Township 16 South, Range 38 East, NMPM, Lea County, New Mexico, in such manner as to permit the injection of water through perforations opposite the Pennsylvanian formation.

IT IS FURTHER ORDERED, That jurisdiction of this cause is hereby retained by the Commission for such further order or orders as may seem necessary or convenient for the prevention of waste and/or protection of correlative rights; upon failure of applicant to comply with any requirement of this order after proper notice and hearing the Commission may terminate the authority hereby granted in the interests of conservation. That applicant shall submit monthly reports of its disposal operation in accordance with Rules 704 and 1119 of the Commissions Rules and Regulations.

APPROVED at Santa Fe, New Mexico, on this 10th day of August, 1957.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

A. L. Scher, Jr.
A. L. SCHER, Jr.
Secretary-Director