

IT IS THEREFORE ORDERED:

That the applicant, Stallworth Oil and Gas, Inc., be and the same is hereby authorized to inject water into Grayburg and San Andres formations through plastic-lined tubing set in a packer at approximately 2900 feet in the following described well for purposes of secondary recovery, to wit:

Etz Well No. 2 located 660' FSL and 1980' FEL in Section 25, Township 16 South, Range 30 East, Eddy County, New Mexico.

IT IS FURTHER ORDERED:

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 in the well 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 585 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 Artesia