

IT IS THEREFORE ORDERED:    Case # 5921    5-11-77    B.S.N.  
                                        order P. 5455    6-8-77

(1) That the applicant, Eastland Oil Company, is hereby authorized to utilize its Power Deep Unit Well No. 1, redesignated as the Kenwood Federal (SWD) Well No. 4, and located in Unit F of Section 6, Township 18 South, Range 31 East, NMPM, Power Grayburg-San Andres Pool, Eddy County, New Mexico, to dispose of produced salt water into the Grayburg formation, injection to be accomplished through 2 3/8-inch tubing installed in a packer set at approximately 3475 feet, with injection into the perforated interval from approximately 3,506 feet to 3,598 feet;

PROVIDED HOWEVER, that the tubing shall be plastic-lined; that the casing-tubing annulus shall be filled with an inert fluid; and that a pressure gauge shall be attached to the annulus or the annulus shall be equipped with an approved leak detection device in order to determine leakage in the casing, tubing, or packer.

(2) That the injection well or system shall be equipped with a pop-off valve or acceptable substitute which will limit the wellhead pressure on the injection well to no more than 700 psi.

(3) That the operator shall notify the supervisor of the Artesia district office of the Commission of the date and time of the installation of disposal equipment so that the same may be inspected.

(4) That the operator shall immediately notify the supervisor of the Commission's Artesia 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 and necessary to correct such failure or leakage.