

(16) That the application should be approved.

IT IS THEREFORE ORDERED:

(1) That the applicant, Getty Oil Company, is hereby authorized to expand its Skelly Unit Fren-Seven Rivers Waterflood Project by the injection of water into the Seven Rivers formation through 4 singly completed and 28 dually completed injection wells, as set out on Exhibit A to this order, Fren-Seven Rivers Pool, Eddy County, New Mexico.

(2) That injection into each of said singly completed well shall be through internally coated tubing installed in a packer set within approximately 100 feet of the casing shoe.

(3) That injection into each of said dually completed well shall be through two strings of internally coated tubing with the long string to be installed in a packer set as close as practicable to the lowermost injection interval (Grayburg Jackson) and with the short string installed in a packer set within approximately 100 feet of the uppermost perforation.

(4) That the casing-tubing annulus in each injection well shall be filled with an inert fluid and a pressure gauge or approved leak detection device shall be attached to the annulus or the annulus allowed to remain open in order to determine leakage in the casing, tubing, or packer.

(5) That the injection wells or system shall be equipped with a pressure limiting switch or other acceptable device which will limit the surface injection pressure to no more than 1300 pounds.

(6) That the Secretary-Director of the Commission may administratively authorize a pressure limitation in excess of that set out in Order No. (5) above upon a showing by the operator that such higher pressure will not result in fracturing of the confining strata.

(7) That the applicant shall not inject water into the Seven Rivers formation through any well located within one half mile of any of the 42 wells identified on Exhibit B attached hereto and by reference made a part hereof, at a pressure greater than hydrostatic until such well has been repaired or it has been shown to the satisfaction of the Secretary-Director of the Commission that such well will not serve as an avenue of escape for waters injection into the Seven Rivers formation and he has authorized a higher than hydrostatic pressure.

(8) That the wells within the project area shall be equipped with risers or in another acceptable manner such as to facilitate the periodic testing of the bradenhead for pressure or fluid production.