30-015-10717

IT IS THEREFORE ORDERED: R- 3967 5-20-70

(1) That the applicant, Yates Drilling Company, is hereby authorized to utilize its following-described wells in Unit N of Section 12, Township 20 South, Range 26 East, NMPM, West McMillan-Seven Rivers Pool, Eddy County, New Mexico, to dispose of water produced from said pool into the Seven Rivers formation:

Galvin Well No. 8, injection to be accomplished by gravity through tubing installed in a packer set at approximately 67 feet, with injection into the open-hole interval from approximately 68 feet to 100 feet, and

Galvin Well No. 14, injection to be accomplished by gravity through tubing installed in a packer set at approximately 67 feet, with injection into the open-hole interval from approximately 68 feet to 90 feet;

<u>PROVIDED HOWEVER</u>, that the casing-tubing annulus of each of the subject wells shall be filled with an inert fluid.

(2) That the applicant shall submit monthly reports of its disposal operations in accordance with Rules 704 and 1120 of the Commission Rules and Regulations.