	N. M. Oil Cons. Divis	ion
I	811 S. 1ST ST.	C
	ARTESIA, NM 88210-2824	
	AULTON AN COL	
UNITED STATES		FORM APPROVED
m 3163 5 ME 1950 DEPARTMENT OF THE IN	Budget Bureau No 1004-0135	
BUREAU OF LAND MANA	Expires Merch 31, 1993	
	5. Lease Designation and Serial No. NM- 04082	
SUNDRY NOTICES AND REPOR		6, if Indian, Allotte or Tribe Name
Use "APPLICATION FOR PERMIT " for		
		N/A
SUBMIT IN TRIPLICATE	<u>,</u>	7. If Unit or CA, Agreement Designation
Type of Well		N/A
X OJ Weit Gas Weil Other:		
Name of Operator 7		8. Well Name and No. Big Eddy Unit 12
Mallon Oil Company Address and Telephone No.	<u></u>	9. Weii API No.
		30-015-20225
P.O.Box 3256 Carlsbad, NM 88220	(505) 885-4596	10. Field and Pool, or Exploratory Area
Location of Well (Footage, Sec., T., R., M., or Survey Description)		Big Eddy, Bone Springs
660' FSL and 660' FWL (Unit D)		11. County or Parish, State
Sec. 21, T-20S, R-31E		Eddy County, NM
2. CHECK APPROPRIATE BOX(S) TO IND		
TYPE OF SUBMISSION		
Notice of Intent	Abandonment	Change of Plans
	Recompletion	New Construction
X Subsequent Report	Plugging Back	Non-Routine Fracturing
		Water Shut-Off
Final Abandonment Notice	Altering Casing	Conversion to Injection
Final Abandonment Notice	Other:	X Dispose Water
		(Note: Report results of multiple completion on Weil Completion of Recompletion Report and Log form (
3. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates	, including estimated date of starting any proposed work	
 Mallon Oil Company request approval for metinformation is listed below. 1. The producing formation is the Bone Sprin 2. This well is currently producing 1/10th bbl 3. Copy of water analysis is attached. 4. Water is stored on this lease in a 300 bbl t 5. The water is trucked from this lease to an 6. The disposal facility is the Mallon 34, Feder Section 34, T-19S, R-34E, Lea Co. NM. The A copy of the injection permit is attached. 	gs. s water per day. ank. approved disposal facility. eral No. 1 well located in the N e NMOCD permit number is SV	IW/NW of
14. Thereby certify that the foregoing is true and correct Signed <u>Mike Braswell</u> Title Title The space FOR FEDERAL OR STATE OFFICE USE) Approved By <u>(OPIC_SGD.) DAVID R_GLASS</u>		ndent Date 9/20/99 ENGINEER SEP 2 7 199
Conditions of approval, if any: SEE ATTAGHED FOR	ent or agency of the United States any false, fictitious or	r fraudulent statements or representations as
as to any matter within its jurisdiction.		

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Water Analysis Report by Baker Petrolite

MALLON OIL COMPANY BIG EDDY UNIT WELL #12 WELLHEAD

Account Manager CURRY PRUIT

Summ	ary	Ar	alvsis	of Sam	ole 23922 @ 7	5°E	
Sampling Date Analysis Date		Anions	mg/l		Cations	mg/l	meq/l
	8/31/99 HAWNA MATTHEWS	Chloride	110000	3103	Sodium	65685	2857
	COMPANY MALINEWS		12.2		Magnesium	N/A	NIA
TDS (mg/l or g/m³)	181607	Carbonate Suifate	N/A		Gaicium	5000	250
Density (g/cmª or tonne/m		Phosphate	700		Strontium	N/A	N/A
Anion/Cation Ratio		Borate	N/A N/A		Bertum	N/A	N/A
		Silicate	N/A		Iron Potassium	300	10.7
Carbon Dioxide	900 PPM				Aluminum	N/A N/A	N:A
Oxygen		Hydrogen Sulfide			Chromium	N/A	N:A N:A
					Copper	N/A	N/A
		pH at time of sampling	\$		Lead	N/A	N/A
		pH at time of analysis			Manganese	N/A	N/A
		pH used in Calculatio	ons	5.20	Nickel	N/A	N: A

Cond	itions	Va	lues Ca	Iculated at the Given Conditions - Amounts of Scale in Ib/1000bbl								
Temp,	Gauge Press.	Calcite CaCO ,		Gypsum CaSO ₄ : 2H ₂ O		Anhydrite CaSO		Celestite SrSO		Barite BaSO		CO 2
•F	psi	Index	Amount		Amount				Amount	_	Amount	Press.
80	0.	-2.24		-0.50		-0.48		N/A		N/A	Amguin	
100	0.	-2.15		-0.58	1	-0.49			1			0.55
120	o.	-2.06			1			N/A		N/A		0.67
				-0.65		-0.48		N/A		N/A		0.78
140	10.	-1.96		-0.70		-0.44		N/A		N/A		
ole 1: Wh	on assessing	the severity	of the scale	ambian hall	b Iber mehrenden				····	11/1		0.8

Note 1: When assessing the severity of the scale problem, both the saturation index (SI) and amount of scale must be considered.

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Note 2: Precipitation of each scale is considered appendixly. Total scale will be less than the sum of the amounts of the five scales.

Note 3: The reported CO₂ pressure is actually the calculated CO₂ fugacity. It is usually nearly the same as the CO₂ partial pressure.



Scale Predictions from Baker Petrolite





NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION 2048 South Pachado Street Santa Fe, New Maxico 67505 (505) 827-7131

AMENDED ADMINISTRATIVE ORDER SWD-598

APPLICATION OF MALLON OIL COMPANY FOR SALT WATER DISPOSAL, LEA COUNTY, NEW MEXICO.

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Rule 701(B), Mallon Oil Company made application to the New Mexico Oll Conservation Division on June 7, 1995, for permission to complete for salt water disposal its Mallon '34' Federal Well No.1 located 660 feet from the North line and 990 feet from the West line (Unit D) of Section 34, Township 19 South, Range 34 East, NMPM, Lea County, New Mexico.

THE DIVISION DIRECTOR FINDS THAT:

(1) The application has been duly filed under the provisions of Rule 701(B) of the Division Rules and Regulations;

(2) Satisfactory information has been provided that all offset operators and surface owners have been duly notified;

(3) The applicant has presented satisfactory evidence that all requirements prescribed in Rule 701 will be met; and

(4) No objections have been received within the waiting period prescribed by said rule.

IT IS THEREFORE ORDERED THAT:

The applicant herein, is hereby authorized to complete its Mallon '34' Federal Well No.1 located 660 feet from the North line and 990 feet from the West line (Unit D) of Section 34, 'Township 19 South, Range 34 East, NMPM, Lea County, New Mexico, in such manner as to permit the injection of salt water for disposal purposes into the Seven Rivers and San Andres formations at approximately <u>3956 feet to 6112 feet</u> through 2 7/8-inch plastic-lined tubing set in a packer located at approximately 3856 feet.

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.

Amended Administrative Order SWD-598 Mallon Oil Company July 23, 1996 Page 2

Prior to commencing injection operations into the well, the casing shall be pressure tested from the surface to the packer setting depth to assure the integrity of said casing.

The casing-tubing annulus 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.

The injection well or system shall be equipped with a pressure limiting device which will limit the wellhead pressure on the injection well to no more than 791 psi.

The Director of the Division may authorize an increase in injection pressure upon a proper showing by the operator of said well that such higher pressure will not result in migration of the injected fluid from the Seven Rivers and San Andres formations. Such proper showing shall consist of a valid step-rate test run in accordance with and acceptable to this office.

The operator shall notify the supervisor of the Hobbs district office of the Division of the date and time of the installation of disposal equipment and of the mechanical integrity test so that the same may be inspected and witnessed.

The operator shall immediately notify the supervisor of the Hobbs district office of the Division of the failure of the tubing, casing, or packer in said well and shall take such steps as may be timely and necessary to correct such failure or leakage.

<u>PROVIDED FURTHER THAT</u>, jurisdiction of this cause is hereby retained by the Division for the entry of such further order or orders as may be deemed necessary or convenient for the prevention of waste and/or protection of correlative rights; upon failure of the operator to conduct operations in a manner which will ensure the protection of fresh water or in a manner inconsistent with the requirements set forth in this order, the Division may, after notice and hearing, terminate the injection authority granted herein.

The operator shall submit monthly reports of the disposal operations in accordance with Rule Nos. 706 and 1120 of the Division Rules and Regulations.

The injection authority granted herein shall terminate one year after the effective date of this order if the operator has not commenced injection operations into the subject well, provided however, the Division, upon written request by the operator, may grant an extension thereof for good cause shown.

P. 03

Amended Administrative Order SWD-598 Mallon Oil Company July 23, 1996 Page 3_____

Approved at Santa Fe, New Mexico, on this 23rd day of July, 1996.

WILLIAM J. LEMAY, Director

WJL/BES

xc: Oil Conservation Division - Hobbs Bureau of Land Management - Carlsbad