

CASE 3416: Application of SIGNAL
for a dual completion and salt
water disposal, Lea County.

Case Number

3416

Application
Transcripts.

Small Exhibits

ETC.

GOVERNOR
JACK M. CAMPBELL
CHAIRMAN

State of New Mexico
Oil Conservation Commission



LAND COMMISSIONER
GUYTON S. HAYS
MEMBER

STATE GEOLOGIST
A. L. PORTER, JR.
SECRETARY - DIRECTOR

P. O. BOX 2088
SANTA FE

June 30, 1966

Mr. Richard S. Morris
Seth, Montgomery, Federici &
Andrews
Attorneys at Law
Post Office Box 2307
Santa Fe, New Mexico

Re: Case No. 3416
Order No. R-3083
Applicant:
Signal Oil & Gas Company

Dear Sir:

Enclosed herewith are two copies of the above-referenced Commission order recently entered in the subject case.

Very truly yours,

A. L. Porter, Jr.
A. L. PORTER, Jr.
Secretary-Director

lr/

Carbon copy of order also sent to:

Hobbs OCC x

Artesia OCC

Aztec OCC

OTHER Mr. Frank Irby

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE No. 3416
Order No. R-3083

APPLICATION OF SIGNAL OIL & GAS
COMPANY FOR A DUAL COMPLETION AND
SALT WATER DISPOSAL, LEA COUNTY,
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on June 8, 1966,
at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 30th day of June, 1966, the Commission, a
quorum being present, having considered the testimony, the record,
and the recommendations of the Examiner, and being fully advised
in the premises,

FINDS:

(1) That due public notice having been given as required by
law, the Commission has jurisdiction of this cause and the subject
matter thereof.

(2) That the applicant, Signal Oil & Gas Company, seeks
authority to complete its New Mexico State "AP" Well No. 1,
located in Unit I of Section 17, Township 10 South, Range 34
East, NMEB, Lea County, New Mexico, as a dual completion (con-
ventional) to produce oil from the Silesites-Pennsylvanian Pool
through the annulus between the 2 3/8-inch tubing and the 3 1/2-
inch casing by means of a hydraulic downhole pump and to dispose
of produced salt water down the annulus between the 3 5/8-inch
intermediate casing string and the 5 1/2-inch production casing
string into the San Andres and Florissant Formations, with injection
into the open hole interval between the 3 5/8-inch casing shoe
at 4100 feet and the top of the cement at 2100 feet.

(3) That the produced oil which should be continuously
treated prior to injection to prevent casing corrosion.

CASE No. 3416
Order No. R-3083

(4) That approval of the dual completion and salt water disposal as set out above will prevent the drilling of unnecessary wells, and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

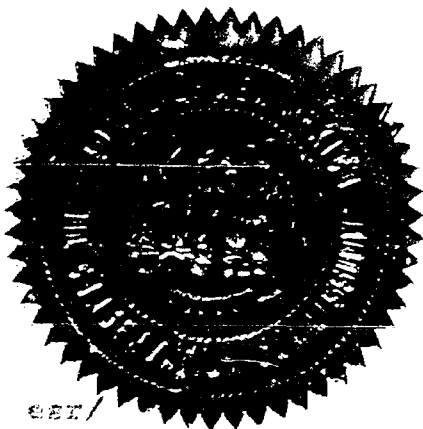
(1) That the applicant, Signal Oil & Gas Company, is hereby authorized to complete its New Mexico State "AF" Well No. 1, located in Unit 1 of Section 17, Township 10 South, Range 34 East, NMPM, Lea County, New Mexico, as a dual completion (conventional) to produce oil from the Bimancola-Pennsylvanian Pool through the annulus between the 2 3/8-inch tubing and the 5 1/2-inch casing by means of a hydraulic downhole pump and to dispose of produced salt water down the annulus between the 8 5/8-inch intermediate casing string and the 5 1/2-inch production casing string into the San Andres and Glorieta formations, with injection into the open hole interval between the 8 5/8-inch casing shoe at 4100 feet and the top of the cement at 9260 feet;

PROVIDED HOWEVER, that the produced salt water shall be continuously treated prior to injection to prevent casing corrosion;

PROVIDED FURTHER, that the applicant shall complete, operate, and produce said well in accordance with the provisions of Rule 112-A of the Commission Rules and Regulations insofar as said rule is not inconsistent with this order.

(2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.



STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

Jack M. Campbell
JACK M. CAMPBELL, Chairman

Augustus B. May
AUGUSTUS B. MAY, Secretary

G. L. Carter
G. L. CARTER, JR., Deputy Secretary

Case. 3416

Heard 6-8-66

Res. 6-28-66.

1. Grant Signal O & B permission to
Dually complete their G. H. H. 'AP' #1.
1280/S & 660/E, 17-105-34E. Oil from the
Simons - Penn pool shall be produced
than the $5\frac{1}{2} \times 2\frac{3}{8}$ annulus using a
Hydraulic downhole pump and
S.W. shall be disposed down the
~~the~~ $8\frac{1}{2} \times 8\frac{5}{8}$ annulus into a zone from
4100' to 9260' which includes Glouster
and San Andrew formations.
The injected water shall be inhibited
before injection to prevent casing
corrosion.

Shut & H.

JUNE 8, 1966, EXAMINER HEARING

CASE 3413: Application of Amerada Petroleum Corporation for a waterflood project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project by the injection of water into the Permo-Pennsylvanian zone through three injection wells located in Section 3, Township 15 South, Range 33 East, Saunders Permo-Pennsylvanian Pool, Lea County, New Mexico.

CASE 3414: Application of Phillips Petroleum Company for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water in the lower San Andres formation, below the oil-water contact, in the following wells, Vacuum Field, Lea County, New Mexico:

TOWNSHIP 17 SOUTH, RANGE 34 EAST
Phillips Hale No. 11, Unit K Section 35

TOWNSHIP 17 SOUTH, RANGE 35 EAST
Phillips Santa Fe No. 97, Unit N Section 33
Phillips Santa Fe No. 86, Unit C Section 26
Phillips Santa Fe No. 58, Unit G Section 35

Applicant further seeks establishment of an administrative procedure whereby additional wells could be placed on salt water disposal below the oil-water contact in the San Andres formation of the Vacuum Field.

CASE 3415: Application of Sun Oil Company for a non-standard gas proration unit, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of a 790-acre non-standard gas proration unit comprising all of Section 5 and 150 acres in the eastern portion of Section 6, Township 22 South, Range 23 East, Indian Basin-Upper Pennsylvanian Gas Pool, Eddy County, New Mexico. Said unit would be dedicated to applicant's Bogle Flats Unit Well No. 3 located in Unit G of said Section 5. Although applicant has drilled a non-commercial well in the NE/4 of said Section 6, it contends that there are approximately 150 acres in said Section 6 which are underlain by the Indian Basin-Upper Pennsylvanian Gas Pool.

CASE 3416: Application of Signal Oil & Gas Company for a dual completion and salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the dual completion (conventional) of its State "AP" Well No. 1 located in Unit I of Section 17, Township 18 South, Range 34 East, Simanola-Pennsylvanian Pool, Lea County, New Mexico, in such a manner as to produce oil from the Pennsylvanian formation through perforations from 9962 feet to 9966 feet and to dispose of produced salt water into the San Andres and Glorieta formations through the annulus between the (8 5/8) inch and the (6 1/2) inch casing in the interval from 4100 feet to 9260 feet.

CASE 2844 (Reopened):

In the matter of Case No. 2844 being reopened pursuant to the provisions of Order No. R-2627, which order established temporary 520-acre gas proration units for the Teas-Pennsylvanian Gas Pool, Lea County, New Mexico, for a period of one year from the date of first pipeline connection. The Commission will consider indefinite extension of Order R-2627 in the absence of evidence to the contrary.

Docket No. 14-66

DOCKET: EXAMINER HEARING - WEDNESDAY - JUNE 8, 1966

9 A.M. - OIL CONSERVATION COMMISSION CONFERENCE ROOM,
STATE LAND OFFICE BUILDING - SANTA FE, NEW MEXICO

The following cases will be heard before Elvis A. Utz, Examiner, or Daniel S. Nutter, Alternate Examiner:

CASE 3410: Application of Pennzoil Company for the creation of a new pool and for special pool rules, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a new oil pool for Morrow production for its Bridges-State Well No. 1 in Unit A of Section 11, Township 17 South, Range 34 East, Lea County, New Mexico, and for the promulgation of special pool rules therefor including a provision for 80-acre spacing and a limiting gas-oil ratio of 12,000 to one. In the alternative, applicant requests that the subject well be classified as a gas well and a new Morrow gas pool be created.

CASE 3411: Application of SEC Operating for a waterflood project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project by the injection of water into the Yates formation through one well in Unit A of Section 14, Township 20 South, Range 33 East, Teas Pool, Lea County, New Mexico. Applicant further seeks an administrative procedure whereby said project could be expanded to include additional lands and injection wells in Sections 11, 13, 14 and 15, Township 20 South, Range 33 East, under cooperative offset operating agreements.

CASE 3412: Application of SEC Operating for an exception to Commission Order No. R-111-A, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an exception to the potash-oil area casing and cementing rules as set forth in Commission Order No. R 111 A. Applicant proposes to drill and complete a well in Unit D of Section 14, Township 20 South, Range 33 East, Teas Pool, Lea County, New Mexico, with surface casing set at approximately 950 feet, cement circulated, and production casing set at approximately 3400 feet and cemented to approximately 2500 feet above the casing point. The well would be plugged and abandoned in accordance with the provisions of Order No. R-111-A.

CASE 3261 (Reopened):

In the matter of Case No. 3261 being reopened at the request of Amerada Petroleum Corporation to consider the amendment of the special rules for the Jenkins-Cisco Pool, Lea County, New Mexico, to provide for 160-acre oil proration units. Applicant also seeks the extension of said pool to include certain lands in Township 9 South, Ranges 34 and 35 East. The present temporary special rules promulgated by Order No. R-2931 in Case 3261 provide for 80-acre proration units, and are subject to reconsideration in July, 1966.

J. O. SETH (1883-1963)

A. K. MONTGOMERY
WM. FEDERICI
FRANK ANDREWS
FRED C. HANNAHS
RICHARD S. MORRIS
JOHN G. JASPER
SUMNER G. BUELL
SETH D. MONTGOMERY

SETH, MONTGOMERY, FEDERICI & ANDREWS

ATTORNEYS AND COUNSELORS AT LAW
350 EAST PALACE AVENUE
SANTA FE, NEW MEXICO 87501

May 24, 1966

RECEIVED
MAY 25 1966
POST OFFICE BOX 2307
AREA CODE 505
TELEPHONE 982-3876

New Mexico Oil Conservation Commission
State Land Office Building
Santa Fe, New Mexico

Re: Application of Signal Oil and Gas Company,
Case No. 3416, Examiner Hearing of June 8, 1966

Gentlemen:

Enclosed is application of Signal Oil and Gas Company for approval of an oil-salt water injection dual completion in the Simanola Field, Lea County, New Mexico.

We appreciate your setting this matter for hearing on the June 8, 1966 examiner docket in advance of receiving this application.

A copy of the application is being sent to Mr. Frank Irby at the State Engineer's Office.

Very truly yours,

Richard S. Morris

RSM:jm
Enclosure

cc: Mr. Frank Irby, Chief
Water Rights Division
Office of the State Engineer
State Capitol
Santa Fe, New Mexico

Mr. D. J. Delany
Production Engineer
Signal Oil and Gas Company
1010 Wilshire Boulevard
Los Angeles, California 90017

DOCKET MAILED

Date May 25 1966

4. Attached to and incorporated into this application are the following exhibits:

- A. Form C-108, Application to Dispose of Salt Water by Injection Into a Porous Formation.
- B. Plat of the Simanola Field Showing Location of the Subject Well and All Wells Within a Two-Mile Radius.
- C. List of Operators and Lessors in the Simanola Field Area.
- D. Diagrammatic Sketch of Surface Installation for Salt Water Disposal.
- E. Diagrammatic Sketch of Mechanical Installation of Subject Well as an Oil-Salt Water Dual Completion.
- F. Tabulation of Casing Installation in Subject Well.
- G. Production Information Concerning Subject Well.
- H. Chemical Analysis of Water to be Injected.
- I. Log of Subject Well.

5. Approval of this application will prevent waste and protect correlative rights.

WHEREFORE, applicant requests that this application be set for hearing before one of the Commission's examiners on June 8, 1966, or as soon thereafter as it may be heard and that the Commission enter its order approving the application.

SETH, MONTGOMERY, FEDERICK & ANDREWS

By Richard J. Morris
350 East Palace Avenue
Santa Fe, New Mexico
Attorneys for Applicant Signal Oil
and Gas Company

CERTIFICATE OF MAILING

I hereby certify that on this 24th day of May, 1966, I mailed a copy of this application, complete with exhibits and

attachments thereto, to Mr. Frank Irby, Chief, Water Rights
Division, Office of the State Engineer, State Capitol Building,
Santa Fe, New Mexico.

Richard S. Morris

AM 8 11
25 MAY '66NEW MEXICO OIL CONSERVATION COMMISSION
APPLICATION TO DISPOSE OF SALT WATER BY INJECTION INTO A POROUS FORMATION

OPERATOR Signal Oil and Gas Company		ADDRESS 509 W. Texas Ave., Midland, Texas			
LEASE NAME New Mexico State "AP"	WELL NO. 1	FIELD Simanola (Penn.)	COUNTY Lea		
LOCATION UNIT LETTER I ; WELL IS LOCATED 1980 FEET FROM THE South LINE AND 660 FEET FROM THE East LINE, SECTION 17 TOWNSHIP 10S RANGE 34E NMPM.					
CASING AND TUBING DATA					
NAME OF STRING	SIZE	SETTING DEPTH	SACKS CEMENT	TOP OF CEMENT	TOP DETERMINED BY
SURFACE CASING	13-3/8"OD	375'	375	Surface	Circulated
INTERMEDIATE	8-5/8"OD	4,100'	575	Surface	Circulated
LONG STRING	5-1/2"OD	10,015'	225	9,260	Temp. Survey
TUBING	2-3/8"OD	6,859	NAME, MODEL AND DEPTH OF TUBING PACKER Guiberson KVL-30 set at 6846'		
NAME OF PROPOSED INJECTION FORMATION Glorieta and San Andres		TOP OF FORMATION 4,047 (San Andres)		BOTTOM OF FORMATION 6,984 (Glorieta)	
IS INJECTION THROUGH TUBING, CASING, OR ANNULUS? Annulus		PERFORATIONS OR OPEN HOLES? Open Hole		PROPOSED INTERVAL(S) OF INJECTION 4100'-9260'	
IS THIS A NEW WELL DRILLED FOR DISPOSAL? No		IF ANSWER IS NO, FOR WHAT PURPOSE WAS WELL ORIGINALLY DRILLED? Oil Production (Currently Producing)		HAS WELL EVER BEEN PERFORATED IN ANY ZONE OTHER THAN THE PROPOSED INJECTION ZONE? Yes	
LIST ALL SUCH PERFORATED INTERVALS AND SACKS OF CEMENT USED TO SEAL OFF OR SQUEEZE EACH Present Prod. Perfs. 9962-9966 (to remain open - Disposal down 8-5/8" - 5-1/2" annulus)					
DEPTH OF BOTTOM OF DEEPEST FRESH WATER ZONE IN THIS AREA No known fresh water zone		DEPTH OF BOTTOM OF NEXT HIGHER OIL OR GAS ZONE IN THIS AREA -		DEPTH OF TOP OF NEXT LOWER OIL OR GAS ZONE IN THIS AREA 9960'	
ANTICIPATED DAILY INJECTION VOLUME (BBLs.)	MINIMUM 1000	MAXIMUM 900	OPEN OR CLOSED TYPE SYSTEM closed	IS INJECTION TO BE BY GRAVITY OR PRESSURE? pressure	APPROX. PRESSURE (PSI) 1000
ANSWER YES OR NO WHETHER THE FOLLOWING WATERS ARE MINERALIZED TO SUCH A DEGREE AS TO BE UNFIT FOR DOMESTIC, STOCK, IRRIGATION, OR OTHER GENERAL USE - Yes			WATER TO BE DISPOSED OF Yes		
NAME AND ADDRESS OF SURFACE OWNER (OR LESSEE, IF STATE OR FEDERAL LAND) Carl Johnson, Jr., P. O. Box 777, Lovington, New Mexico			NATURAL WATER IN DISPOSAL ZONE Yes		
LIST NAMES AND ADDRESSES OF ALL OPERATORS WITHIN ONE-HALF (1/2) MILE OF THIS INJECTION WELL			ARE WATER ANALYSES ATTACHED? Yes		
Sunray DX Oil Company P. O. Box 1476 Roswell, New Mexico					
Atlantic Refining Company P. O. Box 1978 Roswell, New Mexico					
Humble Oil & Refining Company P. O. Box 1650 Hobbs, New Mexico					
Penrose Production Company 411 Gulf Building Midland, Texas					
HAVE COPIES OF THIS APPLICATION BEEN SENT TO EACH OF THE FOLLOWING? Yes		SURFACE OWNER Yes		EACH OPERATOR WITHIN ONE-HALF MILE OF THIS WELL Yes	
ARE THE FOLLOWING ITEMS ATTACHED TO THIS APPLICATION (SEE RULE 701-3) Yes		PLAT OF AREA Yes		ELECTRICAL LOG Yes	
				THE NEW MEXICO STATE ENGINEER Yes	
				DIAGRAMMATIC SKETCH OF WELL Yes	

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

D. J. Delany Production Engineer 5-23-66
(Signature) (Title) (Date)

NOTE: Should waivers from the State Engineer, the surface owner, and all operators within one-half mile of the proposed injection well not accompany this application, the New Mexico Oil Conservation Commission will hold the application for a period of 15 days from the date of receipt by the Commission's Santa Fe office. If at the end of the 15-day waiting period no protest has been received by the Santa Fe office, the application will be processed. If a protest is received, the application will be set for hearing, if the applicant so requests. SEE RULE 701.

R-34-E

T
O
S

<p>27 R. Montgomery "Sunray"</p> <p>28 E.A. Nanson 29 E.A. Nanson</p> <p>State</p>	<p>L.C. Harris</p> <p>6 D.B. Anderson</p> <p>State</p>	<p>Marathon</p> <p>5 Bridgwell</p> <p>State</p>	<p>Bridgwell</p> <p>4 Marathon</p> <p>Amerada</p> <p>State</p>	<p>Superior</p> <p>3 Marathon</p> <p>State</p>
<p>Tosco</p> <p>Bell Petr.</p> <p>12 Union</p> <p>State</p>	<p>Murphy Corp.</p> <p>7 Cont'l.</p> <p>State</p>	<p>Allied Chem.</p> <p>8 Champion OGR</p> <p>Atlantic</p> <p>State</p>	<p>Atlantic</p> <p>9 (Zachary & Wierosa) Sun</p> <p>State</p>	<p>Marathon</p> <p>10 Humble</p> <p>State</p>
<p>Union</p> <p>13 Murphy</p> <p>State</p>	<p>Cont'l.</p> <p>18 Champion OGR</p> <p>State</p>	<p>Atlantic</p> <p>17 Atlantic</p> <p>State</p>	<p>Humble</p> <p>16 Sunray DX</p> <p>State</p>	<p>Marathon</p> <p>15 Humble</p> <p>State</p>
<p>Louisiana & Exp.</p> <p>24 Murphy</p> <p>State</p>	<p>Max H. Christensen</p> <p>19 Sunray</p> <p>State</p>	<p>So. Miss.</p> <p>20 Sunray</p> <p>State</p>	<p>Seascope Rich</p> <p>21 Sunray DX</p> <p>State</p>	<p>Humble</p> <p>22 Superior</p> <p>State</p>
<p>Tor. Pacific</p> <p>Allied Chem.</p> <p>25 Tor. Pacific</p> <p>State</p>	<p>Cabot Corp.</p> <p>30 Union</p> <p>State</p>	<p>Cabot</p> <p>26 Max Christensen</p> <p>State</p>	<p>Sunray O-X</p> <p>27 R.E. Williams</p> <p>Allied Chem.</p> <p>State</p>	<p>Superior</p> <p>27</p> <p>State</p>

SIGNAL OIL & GAS COMPANY

DIVISION

Leases:

Convey: L.E.A.

Producing

Field: SIMIHOLA

State: NEW MEXICO

Zones

Operator:

Acctg:

8-11-1950

Page 3416

OPERATORS & LESSORS

- ADDRESSEE LIST -

SIMANOLA FIELD AREA
T-10-S - R-34-E
LEA COUNTY, NEW MEXICO

Allied Chemicals Corp.
% Union Texas Petroleum
P. O. Box 196
Midland, Texas

D. B. Anderson
410 East College
Roswell, New Mexico

Atlantic Refining Co.
P. O. Box 1978
Roswell, New Mexico

Birdwell Oil Co.
Security Nat'l Bk. Bldg.
Roswell, New Mexico

Cabot Corporation
P. O. Box 4395
Midland, Texas

Cities Service Oil Co.
Cities Service Building
Bartlesville, Oklahoma

Champlin Oil & Refining Co.
P. O. Box 1797
Midland, Texas

M. H. Christensen
1116 Petr. Life Bldg.
Midland, Texas

Continental Oil Co.
P. O. Box 460
Hobbs, New Mexico

L. C. Harris
P. O. Box 1714
Roswell, New Mexico

Humble Oil & Refining
P. O. Box 1650
Hobbs, New Mexico

Marathon Oil Co.
P. O. Box 2107
Hobbs, New Mexico

G. A. Moberly
P. O. Box 629
Midland, Texas

Monsanto Chemical Co.
Drawer 1829
Midland, Texas

Murphy Oil Corp.
Murphy Building
El Dorado, Arkansas

J. I. O'Neill
410 West Ohio
Midland, Texas

Pan American Petr. Corp.
P. O. Box 68
Hobbs, New Mexico

Shell Oil Co.
P. O. Box 1509
Midland, Texas

Signal Oil & Gas Co.
509 West Texas
Midland, Texas

Sinclair Oil & Gas Co.
P. O. Box 1920
Hobbs, New Mexico

Skelly Oil Co.
P. O. Box 730
Hobbs, New Mexico

Southern Minerals Corp.
P. O. Box 1816
Midland, Texas

Sun Oil Company
P. O. Box 2880
Dallas, Texas

Sunray DX Oil Co.
P. O. Box 1416
Roswell, New Mexico

Superior Oil Co.
P. O. Box 1900
Midland, Texas

Tenneco Oil Co.
201 W. Wall Bldg., 4th Floor
Midland, Texas

Union Oil Co. of California
Union Oil Bldg.
619 West Texas
Midland, Texas

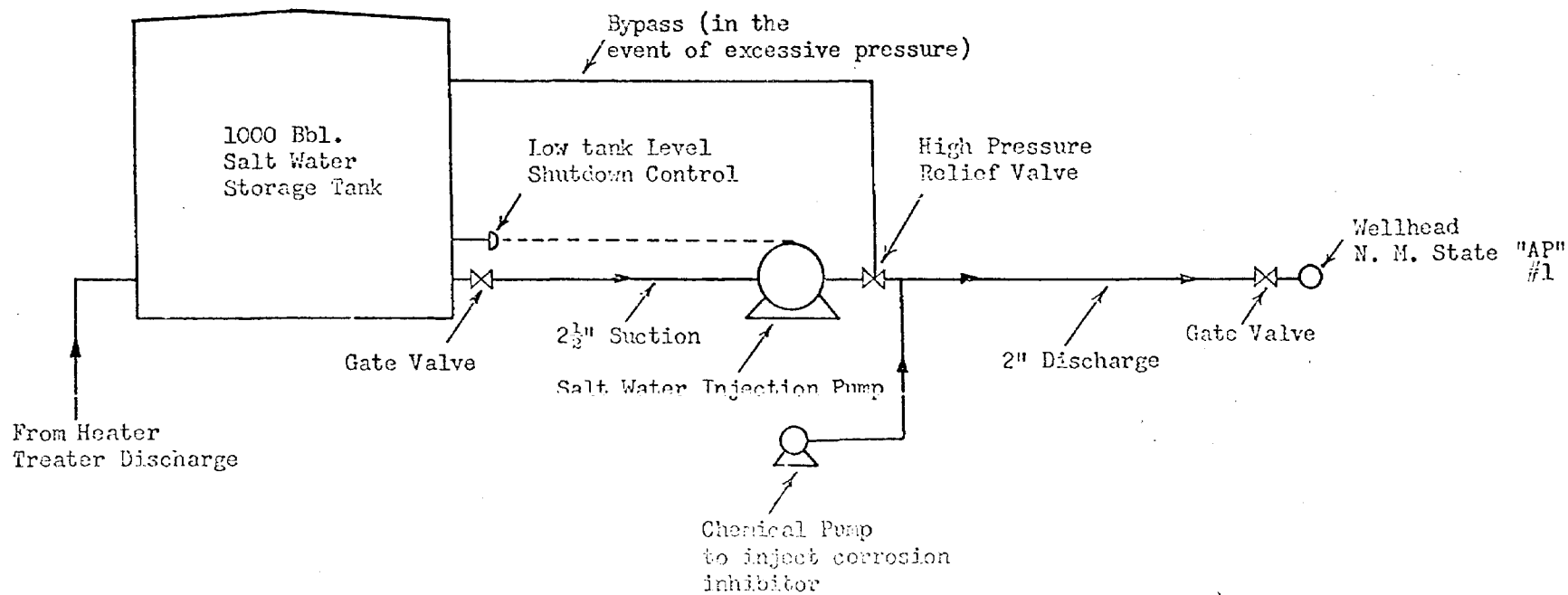
R. E. Williams
P. O. Box 1737
Midland, Texas

Zachary and Penrose
% Penrose Prod. Co.
411 Guld Bldg.
Midland, Texas

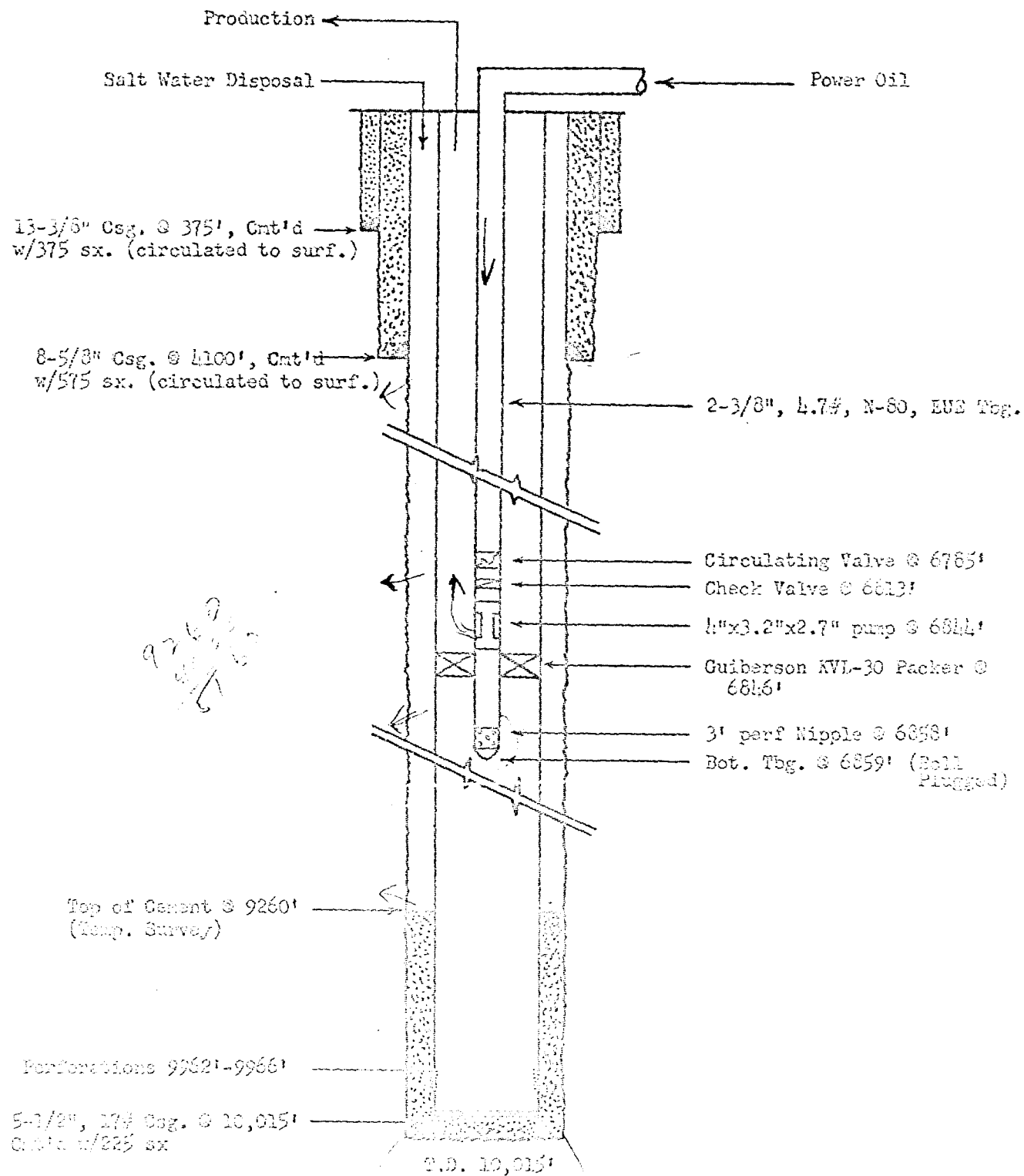
Page 1416

SIGNAL OIL AND GAS COMPANY
 Diagrammatic Sketch of Surface Installation
 for
 Salt Water Disposal
 Simanola Field
 New Mexico State "AP" #1
 Lea County, New Mexico

Case 3416



SEVERAL OIL AND GAS COMPANY
 NEW MEXICO STATE "MAP" NO. 1
 1980' FSL & 660' FSL SEC. 17, T-10-S, R-34-E
 LEA COUNTY, NEW MEXICO



CASING INSTALLATION
A.P. STATE NO. 1 (OG-4558)
1980' FSL & 660' FEL, SECTION 17, T-10-S, R-34-E
LEA COUNTY, NEW MEXICO

SURFACE CASING

<u>Interval-ft.</u>	<u>Size O.D.</u>	<u>Weight-#/ft.</u>	<u>Grade-Cond.</u>	<u>Coupling</u>
0-375	13-3/8	48	H-40 new	ST&C

INTERMEDIATE CASING

<u>Interval-ft.</u>	<u>Size O.D.</u>	<u>Weight-#/ft.</u>	<u>Grade-Cond.</u>	<u>Coupling</u>	<u>Interval Yield Mill Hydrostatic test-psig (Spang)</u>
0-2,378	8-5/8	24	J-55 new	ST&C	2700
2,378-3,694	8-5/8	32	H-40 new	ST&C	2600
3,694-4,108	8-5/8	32	J-55 new	ST&C	3000

PRODUCTION CASING

<u>Interval-ft.</u>	<u>Size O.D.</u>	<u>Weight-#/ft.</u>	<u>Grade-Cond.</u>	<u>Coupling</u>	<u>Design Factor 1-1/8 Collapse-psig (Spang)</u>
0-1,066	5-1/2	17	N-18 new	LT&C	5890
1,066-2,323	5-1/2	17	J-55 new	LT&C	4500
2,323-7,527	5-1/2	17	J-55 new	ST&C	4500
7,527-10,029	5-1/2	17	N-80 new	LT&C	5890

See 2416

PRODUCTION INFORMATION
 NEW MEXICO STATE A. P. NO. 1
 1980' FSL & 660' FEL SECTION 17, T-10-S, R-34-E
 SIMANOLA PENN FIELD
 LEA COUNTY, NEW MEXICO

<u>Year</u>	<u>Month</u>	<u>Gross Monthly Oil Prod.-Bbls</u>	<u>Monthly Water Prod.-Bbls.</u>	<u>Gross Cumulative Oil Prod.-Bbls.</u>	<u>Cumulative Water Prod.-Bbls</u>
1965	May	550	26,900		
	June	1,581	27,998	2,131	54,898
	July	2,001	27,767	4,132	82,665
	August	1,563	30,021	5,695	112,686
	September	1,354	25,590	7,049	138,276
	October	2,031	23,644	9,080	161,920
	November	1,902	20,807	10,982	182,727
	December	3,385	27,059	14,367	209,786
1966	January	3,571	27,917	17,938	237,703
	February	3,066	23,999	21,004	261,702
	March	2,801	22,323	23,805	285,025
	April	3,129	25,031	26,934	310,056

Clear 34/10

SIGNAL OIL AND GAS COMPANY
TECHNICAL SERVICE LABORATORY
CHEMICAL ANALYSIS OF WATER

TEST NO. _____

Sample Received 3-17-66
Date of Report 3-23-66
Date of Sampling -
Sampled by D. J. Delany
Date of Analysis 3-21, 22-66
As CaCO₃

Sample Source Signal A. P. State Well #1
Field Simanola (Lea Cty, N.M.)
Zone _____
Plant _____
Analyst A. De Young

PPM

Total Hardness 16,800
Calcium 13,200
Magnesium 3,600
Carbonate Alk. _____
Bicarbonate Alk. 204
Hydroxide _____

Chloride Cl 55,000
Sulphate SO₄ 658
Total Phosphate PO₄ _____
Polyphosphate PO₄ _____
Boron B 22
Iodide I _____

Radicals		PPM	EPM
Sodium	Na,K	28,400	1232.8
Calcium	Ca	5,280	264.
Magnesium	Mg	876	72.0
Iron	Fe	34,556	1568.8

Radicals		PPM	
Carbonate	CO ₃		
Bicarbonate	HCO ₃	248	4.1
Sulphate	SO ₄	658	13.7
Chloride	Cl	55,000	1550.
Phosphate	PO ₄		
Borate	B ₄ O ₇	79	1.0
Iodide	I		
		55,985	1568.8

Miscellaneous

pH 6.8
H₂S _____
CO₂ _____
SiO₂ _____

Total Solids - Calculates 90,541

By Evaporation 104,300
By Conductivity _____

Remarks

Specific gravity @ 72° F. : 1.070

Handwritten: No. 3416

BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
June 8, 1966

Examiner HEARING

IN THE MATTER OF:

Application of Signal Oil & Gas
Company for a dual completion and
salt water disposal, Lea County,
New Mexico.

Case No. 3416

BEFORE: Elvis A. Utz, Examiner

TRANSCRIPT OF HEARING

dearnley-meier reporting service, inc.

SPECIALIZING IN: DEPOSITIONS, HEARINGS, STATEMENTS, EXPERT TESTIMONY, DAILY COPY, CONVENTIONS
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MR. UTZ: The hearing will come to order. The next case is No. 3416.

MR. HATCH: Application of Signal Oil & Gas Company for a dual completion and salt water disposal, Lea County, New Mexico.

MR. MORRIS: If the Examiner please, I am Richard Morris of Seth and Montgomery, Santa Fe, New Mexico, appearing on behalf of the applicant, Signal Oil & Gas Company. We will have one witness, Mr. W. T. Wheeler. I ask that he be sworn at this time, please.

(Witness sworn.)

MR. MORRIS: At the outset of this case I would like to state that the application of Signal Oil & Gas Company is almost identical with an application that was made by Sun Ray DX Oil Company in Case No. 3386 and with respect to which the Commission has entered its Order No. R-3052 approving the application, and I hand to the Examiner so he will have it in his file, a copy of this Order. The well that is the subject of that order is a direct southeast offset to the well that is the subject of this hearing.

W. T. WHEELER

called as a witness, having been first duly sworn, was examined and testified as follows:

DIRECT EXAMINATION

BY MR. MORRIS:

Q Mr. Wheeler, will you please state your name, where you live, by whom you are employed, and in what capacity?

A My name is W. T. Wheeler. I am employed by Signal Oil & Gas Company as division reservoir engineer in Midland, Texas.

Q Mr. Wheeler, would you briefly state where you received your formal education and what your experience in the oil industry has been since that time?

A I received a B.S. degree in petroleum engineering from the University of Texas in 1953 and I worked as a production and reservoir engineer in the Permian Basin since 1955.

Q Are you familiar with the application of Signal Oil & Gas Company in this case?

A Yes, sir, I am.

MR. MORRIS: Are the witnesses's qualifications acceptable?

MR. UTZ: Yes, sir, they are.

(Whereupon, Applicant's Exhibits 1 through 6 marked for identification.)

Q (By Mr. Morris) Mr. Wheeler, with reference to



production of water show the necessity for the subject application?

A Yes, sir.

Q As I understand it, the application, Mr. Wheeler, you propose to complete the well as dual completion or change over from a producing well to a dual completion, so that saltwater that is produced from the Pennsylvanian zone in this well can be injected back through the annulus in the same well?

A Yes, sir, that is correct.

Q Now, is all this shown on the diagrammatic sketch, being Exhibit 3?

A Yes, sir, we propose to dispose of water down the 8 5/8 inch, 5 1/2 inch casing annulus.

Q With reference to that Exhibit 3, would you point out the pertinent features of that exhibit, particularly with respect to the tubing and casing installation, the cementing, and how the well will actually be operated if this application is granted?

A Exhibit 3 indicates that 13 3/8 casing was set at 375 feet with cement circulated to the surface, also that 8 5/8 inch casing was set at 4100 feet with cement circulated to the surface, and that 5 1/2 inch casing was set at 10,015 feet with top of the cement behind it, 5 1/2 inch at 9260



so, therefore the zone of injection will be from 4100 feet which is the casing set of the 8 5/8 down to 9260 feet, which is the top of the cement behind the 5 1/2, and we propose to inject down the annulus into this open hole interval.

Q Now, I notice on this exhibit you show that the power oil is injected into the 2 3/8 inch tubing and that production is obtained in annular space in the 2 3/8 inch, the 5 1/2 inch casing.

A Yes, sir, that is true. This well is produced with a casing hydraulic pump and the power oil goes down the 2 3/8 inch tubing string.

Q Just how does that work, Mr. Wheeler? What is the purpose of injecting power oil down the tubing string?

A Well, the power oil serves as a source of power to operate the hydraulic casing pump. This is not an electric pump or pumping unit. This is a hydraulic downhole pump that is powered by this power oil. In this case we use oil.

Q And then production is obtained through the perforated nipple as 60/58 and your oil column arises from your perforations up above that perforated nipple, is that right?

A The production actually comes through the tubing casing and annulus through this casing pump with its large

volume of production. It requires a casing pump rather than a more conventional tubing, hydraulic pump. Let's also point out on this exhibit that with the cement circulated to the surface behind the 13 3/8 inch and 5 1/2 inch that this would protect any shallow fresh water zone.

Q Now, Mr. Wheeler, have you compared your diagramatic sketch, Exhibit No. 3, with the installation that Sun Ray DX proposed and had approved in Case No. 3386?

A Yes, sir, I think it is very similar. The only obvious difference is the depth of the tubing setting in the two wells.

Q And what is that difference?

A Well, apparently their tubing is set lower in the well than ours. The bottom of our tubing is set at 6,859 feet and theirs is set at 9,886 feet, and I would presume that they were required to set deeper in the zone due to a smaller, less fluid head where we were able to produce our well at capacity by setting our pump up the hole.

Q This is where your pump is set and your tubing is set at the present time and production is being obtained at that depth?

A Yes, sir. The disposal part of this thing is identical as far as injecting down the 8 5/8 and 5 1/2 annulus..

Q Now, into what formations do you anticipate that injection will occur in the open hole interval?

A This will be in the San Andres-Glorieta formation.

Q And again is your application in that regard similar to the Sun Ray DX application?

A Yes, sir, very similar, almost identical as to depth. Their overall injection interval in their well is from 4100 feet to 9390 feet where ours is from 4100 feet to 9260 feet.

Q With reference to what has been marked as Exhibit No. 4 in the case would you say what that is?

A This is a record of the various casing strings which have been installed in the subject well.

Q This is just a tabulation of the down hole equipment as depicted on Exhibit No. 3?

A Yes, sir.

Q Now, with respect to what has been marked as Exhibit No. 5 in the case, would you explain the surface installation that you will have for the injection of water and how the produced water will be routed back to the injection in this well.

A This is a diagrammatic sketch of our proposed surface installation for the salt water disposal indicating a five-barrel storage tank for the salt water. Then a

salt water injection pump which includes a by-pass around the pump and then also a chemical pump to be installed on the injection line to inject a corrosion inhibitor prior to the time the water is injected into the wellhead.

Q And in what quantities do you anticipate that you will inject water into this well if this application is approved?

A We anticipate injection of 900 to 1200 barrels of water per day in a closed system at approximate pressure of 1000 pounds.

Q And this will be the produced water from the Pennsylvanian zone in this well?

A Yes, sir.

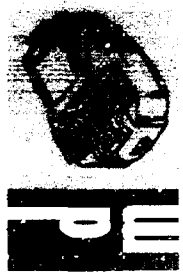
Q Does Exhibit No. 6 represent a chemical analysis of the produced water from the Pennsylvanian formation of this well?

A Yes, sir, that is an analysis of the water from the State AP Well No. 1.

Q In your opinion, Mr. Wheeler, will the dual completion and proposed injection system adequately protect any oil and gas producing zones in this area as well as any fresh water zones that might exist?

A Yes, sir, I do.

Q In your opinion will approval of the subject



application prevent waste and protect relative rights?

A Yes, sir.

Q Were Exhibits 1 through 6 prepared by you or under your supervision?

A Yes, sir.

MR. MORRIS: We offer Exhibits 1 through 6 in evidence.

(Whereupon, Applicant's Exhibits 1 through 6 were offered in evidence.)

MR. UTZ: Without objection Exhibits 1 through 6 will be entered into the record in this case.

(Whereupon, Applicant's Exhibits 1 through 6 were admitted in evidence.)

MR. IRBY: Is No. 6 the water analysis?

MR. MORRIS: Yes, sir.

CROSS EXAMINATION

BY MR. UTZ:

Q Mr. Wheeler, I am not sure if you stated--I missed it--do you intend to treat this water before it is injected behind the casings?

A Yes, sir, by injecting a corrosion inhibitor.

Q And you feel that that will adequately take care of any corrosion problem you might have on the casing?

A Yes, sir, it should. If any casing leak does



develop it should be noticed in the production from the well. The only place the water could go would be into the 5 1/2 inch, which should be detected in the production from the Pennsylvanian zone.

MR. UTZ: Are there other questions of the witness?

MR. IRBY: Frank Irby, State Engineer's Office.

CROSS EXAMINATION

BY MR. IRBY:

Q Do you have an analysis of the water in the injection zone?

A No, sir, I do not. We have never taken a sample from the San Andres or Glorieta formation. I would anticipate that it is brackish water not suitable for domestic purposes.

Q What would you estimate the total dissolved solids for water that you call brackish?

A I don't have an estimate for total dissolved solids.

Q Well, do you have one for chloride then?

A I can't give you a very authoritative estimate on that. I have heard some figures on that subject. Certainly, I think this 5000 parts per million chloride would make this brackish water, something down in the five to ten thousand is in the questionable range, from my understanding. I don't have any authoritative numbers on that, though.

Q Your zone of disposal is San Andres and Glorieta?



A Yes, the approximate interval between San Andres Glorieta.

Q Would you say that the chloride concentration was something on the order of ten thousand parts per million, or better?

A In the San Andres-Glorieta, I would think that it would be higher than ten thousand. I would say something in the neighborhood of fifty to one hundred thousand.

Q Well, in the same range?

A In approximately the same range as the Pennsylvania water. Now, that is strictly a guess because, as I say, we don't have a sample.

Q Do you have a well nearby or can you get a sample from this well of the water in the San Andres?

MR. MORRIS: Let me interject something here that may have bearing on the problem. If Sun Ray DX is already injecting water into the San Andres I am sure it wouldn't be too long before the parts per million of dissolved solids in the water would begin, regardless of whether they were originally, would reflect the injection that already has commenced, as I understand it, of the Pennsylvanian water from this salt water. I don't know whether Sun Ray DX had any estimate of the dissolved solids in the San Andres-Glorieta yet at the time they brought this case to the



Commission, but if they did it would certainly be the same since there is less than a half mile difference in location here. I would suspect it would be the same.

MR. IRBY: You mentioned, Mr. Morris, the case number on the Sun Ray DX, was that 3386?

MR. MORRIS: 3386 and Order No. R-3052, dated April 1, 1956.

A I might add that we do not have a feasible method to obtain a sample from this San Andres.

Q (By Mr. Irby) Either from this well or nearby well?

A No, sir, this is our only well and this is only a two-well field. It would be considerable expense involved in obtaining a sample of the San Andres water, but I believe from a depth of greater than 4000 you couldn't anticipate fresh water in this area. As it has been pointed out the injection of Pennsylvanian water in a direct offset well has, or eventually will effect the salinity of the San Andres water in our location.

Q My objective is to get our thinking somewhere close together on the definition of brackish. This can mean a lot of different things.

A Yes, sir, that is why I hesitate to give you a number.

Q You don't anticipate any problem below your packer

with regard to that bare casing between your production and your injection, I assume?

A No, sir, there again, if we do intend to inhibit the water to prevent corrosion but in the case of a casing leak, there again it would be noted in the production from the Pennsylvanian zone. I believe at which time the casing could be repaired.

Q You would expect considerable additional salt water to start coming in with your production?

A Yes, sir.

Q That injection pressure at the surface is that 1000 PSI.

A Yes, sir.

MR. IRBY: That is all the questions I have.

MR. UTZ: Are there other questions of the witness? Witness may be excused. Statements in this case?

MR. MORRIS: I have nothing further.

MR. UTZ: Case will be taken under advisement.



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1203 FIRST NATIONAL BANK EAST • PHONE 256-1294 • ALBUQUERQUE, NEW MEXICO



STATE OF NEW MEXICO)
)
COUNTY OF BERNALILLO)

I, KAY EMBREE, Court Reporter, do hereby certify that the foregoing and attached transcript of proceedings before the New Mexico Oil Conservation Commission Examiner at Santa Fe, New Mexico, is a true and correct record to the best of my knowledge, skill and ability.

IN WITNESS WHEREOF I have affixed my hand this 28th day of June, 1966.

Kay Embree
Court Reporter

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 3416 heard by me on June 8, 1966.
Thurs. W. [Signature], Examiner
New Mexico Oil Conservation Commission

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE No. 3386
Order No. R-3052

APPLICATION OF SUNRAY DX OIL COMPANY
FOR A DUAL COMPLETION AND SALT WATER
DISPOSAL, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on March 23, 1966,
at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 1st day of April, 1966, the Commission, a
quorum being present, having considered the testimony, the record,
and the recommendations of the Examiner, and being fully advised
in the premises,

FINDS:

(1) That due public notice having been given as required by
law, the Commission has jurisdiction of this cause and the subject
matter thereof.

(2) That the applicant, Sunray DX Oil Company, seeks autho-
rity to complete its New Mexico State "AO" Well No. 1, located in
Unit # of Section 16, Township 10 South, Range 34 East, NEPM, Lea
County, New Mexico, as a dual completion (conventional) to produce
oil from the Simanola-Pennsylvanian Pool through the 5 1/2-inch
casing by means of a hydraulic casing pump and to dispose of
produced salt water down the annulus between the 8 5/8-inch inter-
mediate casing string and the 5 1/2-inch production casing string
into the San Andres and Glorieta formations, with injection into
the open hole interval between the 8 5/8-inch casing shoe at 4180
feet and the top of the cement at 9390 feet.

(3) That the produced salt water should be continuously
treated prior to injection to prevent casing corrosion.

-2-

CASE No. 3386
Order No. R-3032

(4) That approval of the dual completion and salt water disposal as set out above will prevent the drilling of unnecessary wells, and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the applicant, Sunray DX Oil Company, is hereby authorized to complete its New Mexico State "AO" Well No. 1, located in Unit M of Section 16, Township 10 South, Range 34 East, NMPM, Lea County, New Mexico, as a dual completion (conventional) to produce oil from the Simanola-Pennsylvanian Pool through the 5 1/2-inch casing by means of a hydraulic casing pump and to dispose of produced salt water down the annulus between the 8 5/8-inch intermediate casing string and the 5 1/2-inch production casing string into the San Andres and Glorieta formations, with injection into the open hole interval between the 8 5/8-inch casing shoe at 4100 feet and the top of the cement at 9390 feet;

PROVIDED HOWEVER, that the produced salt water shall be continuously treated prior to injection to prevent casing corrosion.

PROVIDED FURTHER, that the applicant shall complete, operate, and produce said well in accordance with the provisions of Rule 112-A of the Commission Rules and Regulations insofar as said rule is not inconsistent with this order.

(2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

JACK M. CAMPBELL, Chairman

GUYTON B. HAYS, Member

A. L. PORTER, Jr., Member & Secretary

esr/

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE No. 2929
Order No. R-2413-A

APPLICATION OF TEXACO INC.
FOR SALT WATER DISPOSAL.
LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on October 30, 1963, at Santa Fe, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 10th day of December, 1963, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Daniel S. Nutter, and being fully advised in the premises,

FINDS:

(1) That due public notice having been given as required by law, the Commission has jurisdiction of this cause and the subject matter thereof.

(2) That Order No. R-2413, dated January 30, 1963, authorized the applicant, Texaco Inc., to complete its State of New Mexico "O" NCT-1 Well No. 12, located in Unit J of Section 36, Township 17 South, Range 34 East, NMPM, Lea County, New Mexico, as a dual completion (tubingless) to produce oil from an undesignated Glorieta pool and an undesignated Blinebry pool through parallel strings of 2 7/8-inch casing cemented in a common well bore.

(3) That the Blinebry completion in the subject well has proven non-productive and the applicant now seeks authority to dispose of produced salt water into the Basal San Andres formation through the string of 2 7/8-inch casing authorized for Blinebry oil production by Order No. R-2413.

(4) That approval of the subject application will prevent waste and protect correlative rights.

-2-

CASE No. 2929
Order No. R-2413-A

(5) That Order No. R-2413 should be amended to authorize the applicant to complete its State of New Mexico "O" NCT-1 Well No. 12, located in Unit J of Section 36, Township 17 South, Range 34 East, NMPM, Lea County, New Mexico, to produce oil from an undesignated Glorieta pool and to dispose of produced salt water into the Basal San Andres formation through parallel strings of 2 7/8-inch casing cemented in a common well bore.

IT IS THEREFORE ORDERED:

(1) That Order No. R-2413 is hereby amended to authorize the applicant, Texaco Inc., to complete its State of New Mexico "O" NCT-1 Well No. 12, located in Unit J of Section 36, Township 17 South, Range 34 East, NMPM, Lea County, New Mexico, to produce oil from an undesignated Glorieta pool and to dispose of produced salt water into the Basal San Andres formation below 5300 feet through parallel strings of 2 7/8-inch casing cemented in a common well bore.

PROVIDED HOWEVER, That the applicant shall complete, operate, and produce said well in accordance with the provisions of Rule 112-A of the Commission Rules and Regulations insofar as said rule is not inconsistent with this order.

(2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

JACK M. CAMPBELL, Chairman

E. S. WALKER, Member

A. L. PORTER, Jr., Member & Secretary

S E A L

esr/

R-34-E

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<p>27 R.F. Montgomery "Sunray"</p> <p>E.A. Hanson E.A. Hanson E.A. Hanson</p> <p>State</p>	<p>L.C. Harris</p> <p>6 D.B. Anderson</p> <p>State</p>	<p>Marathon Bridwell</p> <p>5 Bridwell</p> <p>State</p>	<p>Marathon Marathon Amsrada</p> <p>State</p>	<p>Superior</p> <p>3 Marathon</p> <p>State</p>
<p>Texas Beli Palm</p> <p>12 Union</p> <p>State</p>	<p>Murphy Corp.</p> <p>7 Conf.</p> <p>State</p>	<p>Allied Chem. Champion OGR</p> <p>8 Atlantic</p> <p>State</p>	<p>Atlantic</p> <p>9 Zachary Hessels</p> <p>State</p>	<p>Marathon</p> <p>10 Humble</p> <p>State</p>
<p>Union</p> <p>15 So. Roy</p> <p>State</p>	<p>Conf.</p> <p>18 Champion OGR</p> <p>State</p>	<p>Atlantic Signal Atlantic</p> <p>17 Atlantic Sunray SA</p> <p>State</p>	<p>Humble Humble</p> <p>16 Sunray DX Humble</p> <p>State</p>	<p>Marathon Humble</p> <p>15 Humble</p> <p>State</p>
<p>Louisiana L. & Expl.</p> <p>24 Murphy Humble J.T. Gentry Jr. Nile Rich Co.</p> <p>State</p>	<p>Max H. Christensen</p> <p>19 Sunray</p> <p>State</p>	<p>So. Miss. Sunray Signal</p> <p>20 Signal</p> <p>State</p>	<p>Bravedo E. Rich Sun</p> <p>21 Sunray DX</p> <p>State</p>	<p>Humble</p> <p>22 Superior</p> <p>State</p>
<p>Tex. Pacific Allied Chem.</p> <p>25 Tex. Pacific</p> <p>State</p>	<p>Cabot Corp. Monsanto</p> <p>30 Union</p> <p>State</p>	<p>Cabot</p> <p>29 Max Christensen</p> <p>State</p>	<p>Sunray O-X R.E. Williams</p> <p>28 Allied Chem.</p> <p>State</p>	<p>Superior</p> <p>27</p> <p>State</p>

BEFORE EXAMINER UTZ
OIL CONSERVATION COMMISSION
EXHIBIT NO. 1
CASE NO. 1111

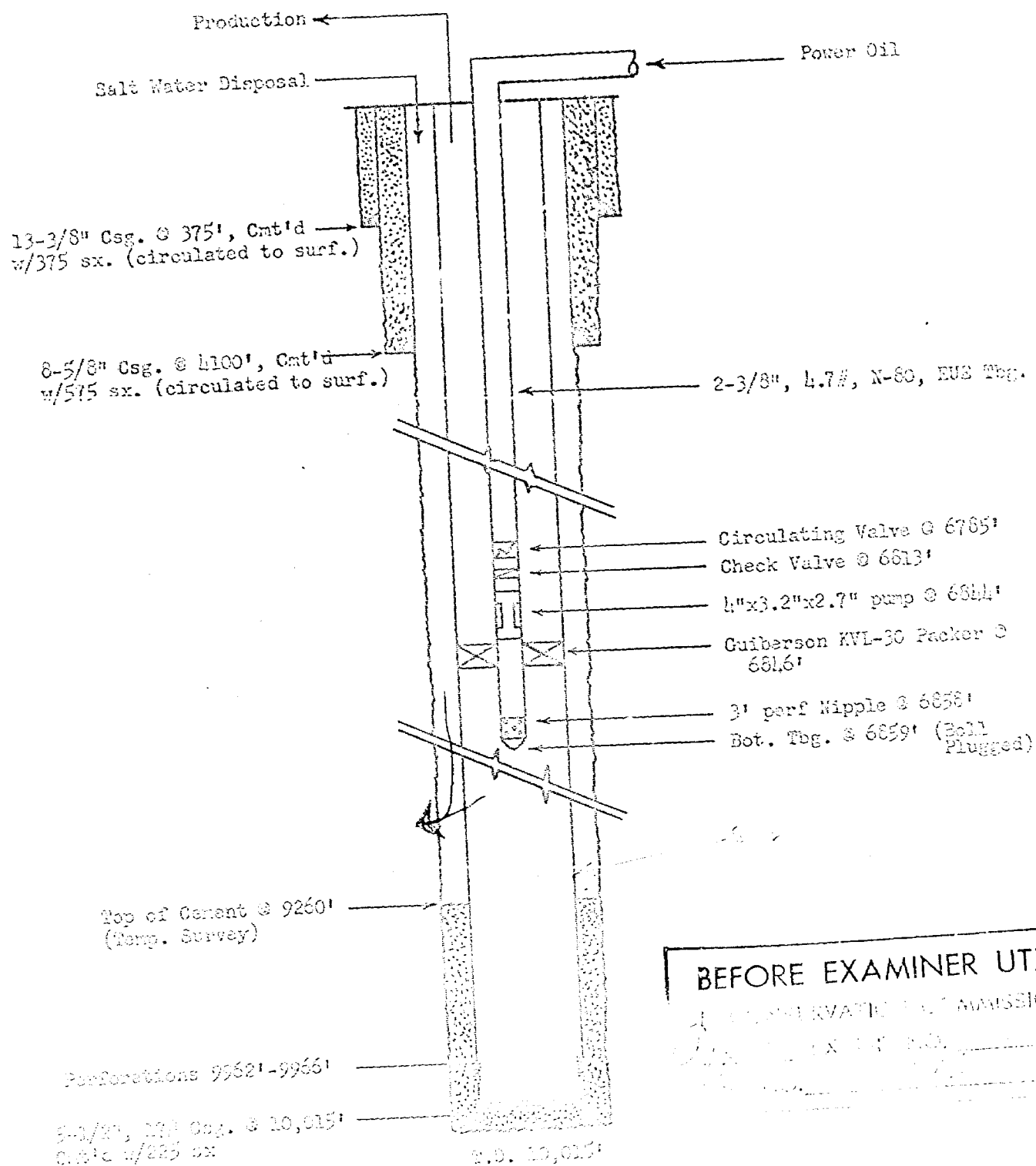
SIGNAL OIL & GAS COMPANY		DIVISION
Lease:	Country: <u>E.A.</u>	Producing
Field: <u>SIMIHOLA</u>	State: <u>NEW MEXICO</u>	Zones
Operator:	Acres: <u>50,000</u>	

PRODUCTION INFORMATION
 NEW MEXICO STATE A. P. NO. 1
 1980' FSL & 660' FEL SECTION 17, T-10-S, R-34-E
 SIMANOLA PENN FIELD
 LEA COUNTY, NEW MEXICO

Year	Month	Gross Monthly Oil Prod.-Bbls	Monthly Water Prod.-Bbls.	Gross Cumulative Oil Prod.-Bbls.	Cumulative Water Prod.-Bbls
1965	May	550	26,900		
	June	1,581	27,998	2,131	54,898
	July	2,001	27,767	4,132	82,665
	August	1,563	30,021	5,695	112,686
	September	1,354	25,590	7,049	138,276
	October	2,031	23,644	9,080	161,920
	November	1,902	20,807	10,982	182,727
	December	3,385	27,059	14,367	209,786
1966	January	3,571	27,917	17,938	237,703
	February	3,066	23,999	21,004	261,702
	March	2,801	22,323	23,805	285,025
	April	3,129	25,031	26,934	310,056

BEFORE EXAMINER UTZ
 OIL CONSERVATION COMMISSION
 Date: _____
 Case No. _____

SHAW OIL AND GAS COMPANY
 NEW MEXICO STATE MAP NO. 1
 1980' FSL & 660' FSL SEC. 17, T-10-S, R-34-E
 LEA COUNTY, NEW MEXICO



BEFORE EXAMINER UTZ

CONSERVATIVE EXAMINATION
 EXAMINER'S SIGNATURE
 DATE

CASING INSTALLATION
A.P. STATE NO. 1 (OG-4558)
1980' FSL & 660' FEL, SECTION 17, T-10-S, R-34-E
LEA COUNTY, NEW MEXICO

SURFACE CASING

<u>Interval-ft.</u>	<u>Size O.D.</u>	<u>Weight-#/ft.</u>	<u>Grade-Cond.</u>	<u>Coupling</u>
0-375	13-3/8	48	H-40 new	ST&C

INTERMEDIATE CASING

<u>Interval-ft.</u>	<u>Size O.D.</u>	<u>Weight-#/ft.</u>	<u>Grade-Cond.</u>	<u>Coupling</u>	<u>Interval Yield Mill Hydrostatic test-psig (Spang)</u>
0-2,378	8-5/8	24	J-55 new	ST&C	2700
2,378-3,694	8-5/8	32	H-40 new	ST&C	2600
3,694-4,108	8-5/8	32	J-55 new	ST&C	3000

PRODUCTION CASING

<u>Interval-ft.</u>	<u>Size O.D.</u>	<u>Weight-#/ft.</u>	<u>Grade-Cond.</u>	<u>Coupling</u>	<u>Design Factor 1-1/8 Collapse-psig (Spang)</u>
0-1,066	5-1/2	17	N-18 new	LT&C	5890
1,066-2,323	5-1/2	17	J-55 new	LT&C	4500
2,323-7,527	5-1/2	17	J-55 new	ST&C	4500
7,527-10,029	5-1/2	17	N-80 new	LT&C	5890

BEFORE EXAMINER'S USE

OIL COMPANY _____

CASE NO. _____

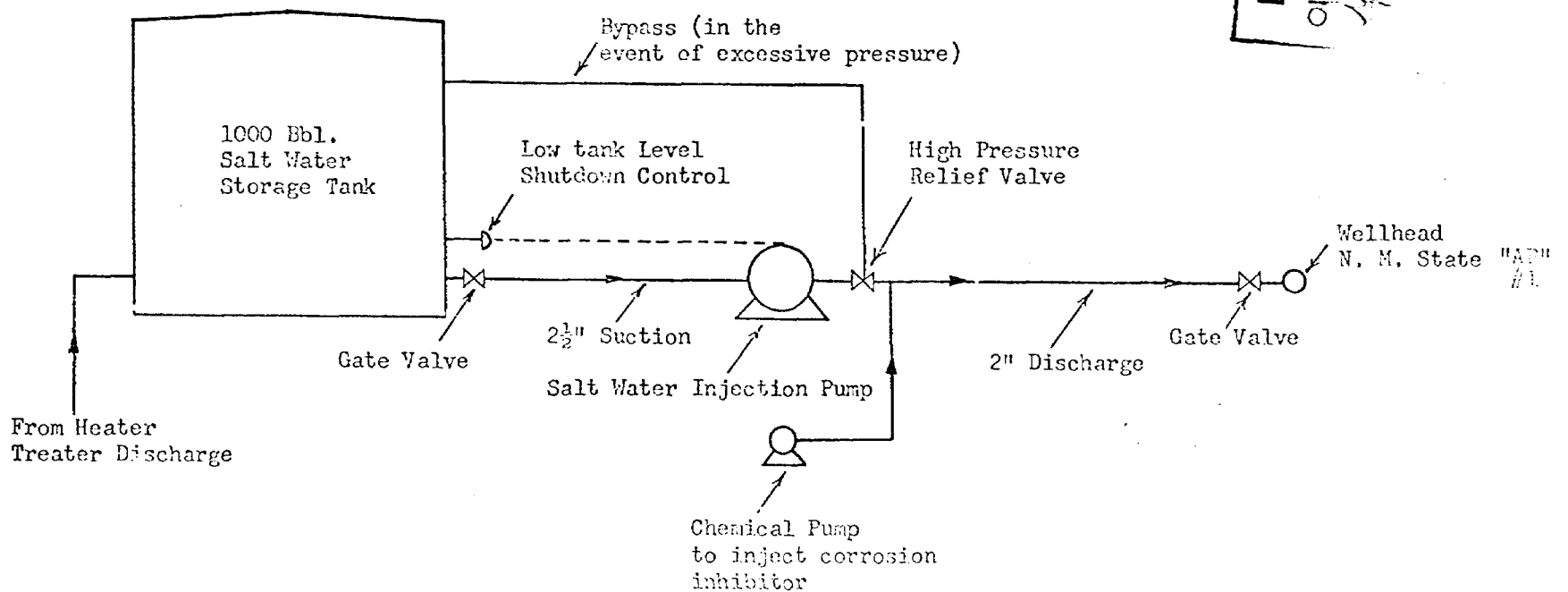
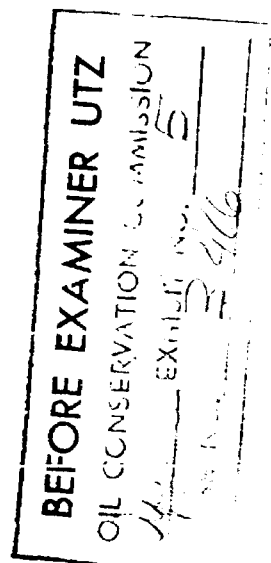
SIGNAL OIL AND GAS COMPANY

Diagrammatic Sketch of Surface Installation
for
Salt Water Disposal

Simanola Field

New Mexico State "AP" #1

Lea County, New Mexico



SIGNAL OIL AND GAS COMPANY
TECHNICAL SERVICE LABORATORY
CHEMICAL ANALYSIS OF WATER

TEST NO. _____

Sample Received	<u>3-17-66</u>	Sample Source	<u>Signal A. P. State Well #1</u>
Date of Report	<u>3-23-66</u>	Field	<u>Simanola (Lea Cty, N.M.)</u>
Date of Sampling	<u>-</u>	Zone	_____
Sampled by	<u>D. J. Delany</u>	Plant	_____
Date of Analysis	<u>3-21, 22-66</u>	Analyst	<u>A. De Young</u>
	<u>As CaCO₃</u>		
	PPM		
Total Hardness	<u>16,800</u>	Chloride	<u>Cl 55,000</u>
Calcium	<u>13,200</u>	Sulphate	<u>SO₄ 658</u>
Magnesium	<u>3,600</u>	Total Phosphate	<u>PO₄</u>
Carbonate Alk.	_____	Polyphosphate	<u>PO₄</u>
Bicarbonate Alk.	<u>204</u>	Boron	<u>B 22</u>
Hydroxide	_____	Iodide	<u>I</u>
	_____		_____
	_____		_____

Radicals		PPM	EPM	Radicals		PPM	
Sodium	Na, K	<u>28,400</u>	<u>1232.8</u>	Carbonate	CO ₃	_____	_____
Calcium	Ca	<u>5,280</u>	<u>264.</u>	Bicarbonate	HCO ₃	<u>248</u>	<u>4.1</u>
Magnesium	Mg	<u>876</u>	<u>72.0</u>	Sulphate	SO ₄	<u>658</u>	<u>13.7</u>
Iron	Fe	_____	_____	Chloride	Cl	<u>55,000</u>	<u>1550.</u>
		<u>34,556</u>	<u>1568.8</u>	Phosphate	PO ₄	_____	_____
		_____	_____	Borate	B ₄ O ₇	<u>79</u>	<u>1.0</u>
		_____	_____	Iodide	I	_____	_____
		_____	_____			<u>55,985</u>	<u>1568.8</u>
		_____	_____			_____	_____
<u>Miscellaneous</u>				<u>Total Solids - Calculates</u>			
pH	<u>6.8</u>	H ₂ S	_____	By Evaporation		<u>104,300</u>	
		CO ₂	_____	By Conductivity		_____	
		SiO ₂	_____				

Remarks Specific gravity @ 72° F. : 1.070

BEFORE EXAMINED BY
