OIL CONSERVATION COMMISSION P. O. BOX 871 SANTA FE, NEW MEXICO

March 21, 1958

Magnolia Petroleum Company P. O. Box 2406 Hobbs, New Mexico

Gentlemen:

Enclosed herewith please find Administrative Order SWD-12 for your New Mexico State "M" Lease Well No. 2, located in the NE/4 SW/4 of Section 36, Township 15 South, Range 37 East, Lea County, New Mexico.

Very truly yours,

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

ALP/DSN/og cc: Oil Conservation Commission - Hobbs New Mexico Oil & Gas Engineering Committee - Hobbs

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THE APPLICATION OF MAGNOLIA PETROLEUM COMPANY FOR PERMISSION TO EFFECT CONVERSION TO SALT WATER DISPOSAL OF ITS NEW MEXICO STATE "M" LEASE WELL NO. 2, LOCATED IN THE NE/4 SW/4 OF SECTION 36, TOWNSHIP 15 SOUTH, RANGE 37 EAST, LEA COUNTY, NEW MEXICO.

ADMINISTRATIVE ORDER OF THE CIL CONSERVATION COMMISSION

Under the provisions of Rule 701 (c) Magnolia Petroleum Company, made application to the New Mexico Oil Conservation Commission on January 30, 1958, for permission to convert for salt water disposal, its New Mexico State "M" Lease Well No. 2, located in the NE/4 SW/4 of Section 36, Township 15 South, Range 37 East, Lea County, New Mexico.

The Secretary-Director Finds:

- (1) That application has been duly filed under the provisions of Rule 701 (c) of the Commission Rules and Regulations;
- (2) That satisfactory information has been provided that all offset operators, surface owners and New Mexico State Engineers Office have been duly notified; and
- (3) That the applicant has presented satisfactory evidence that all requirement prescribed in Rule 701 (c) will be met.
- (4) That no objections have been received within the waiting period as prescribed by said rule.

IT IS THEREFORE ORDERED:

That the applicant, herein, Magnolia Petroleum Company, be and it hereby is authorized to convert for salt water disposal its New Mexico State "M" Lease Well No. 2, located in the NE/4 SN/4 of Section 36, Township 15 South, Range 37 East, Lea County, New Mexico, in such a manner as to permit the injection of salt water into a porous zone in the Pennsylvanian formation.

IT IS FURTHER GRDERED, That jurisdiction of this cause is hereby retained by the Commission for such further order or orders as may seem necessary or convenient for the prevention of waste and/or protection of correlative rights; upon failure of applicant to comply with any requirement of this order after proper notice and hearing the Commission may terminate the authority hereby granted in the interests of conservation. That applicant shall submit monthly reports of its disposal operation in accordance with Rules 704 and 1119 of the Commissions Rules and Regulations.

APPROVED at Santa Fe, New Mexico, on this 21st day of March, 1958.

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

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

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