SUBJECT: SALT WATER DISPOSAL WELL

ORDER NO. SWD-19

THE APPLICATION OF MAGNOLIA PETROLEUM CORPORATION FOR PERMISSION TO EFFECT CONVERSION TO SALT WATER DISPOSAL OF ITS SANTA FE "B" WELL NO. 1, LOCATED 660 FEET FROM THE EAST LINE AND 1980 FEET FROM THE SOUTH LINE IN SECTION 28, TOWNSHIP 9 SOUTH, RANGE 36 EAST, LEA COUNTY, NEW MEXICO.

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION COMMISSION

Under the provisions of Rule 701 (c) Magnolia Petroleum Corporation made application to the New Mexico Oil Conservation Commission on March 2, 1959, for permission to convert for salt water disposal, its Santa Fe "B" Well No. 1, located 660 feet from the East line and 1980 feet from the South line in Section 28, Township 9 South, Range 36 East, Lea County, New Mexico, in such a manner as to permit the injection of salt water for disposal purposes into the Bough "B" and "D" zones, Permo Penn formation, from 9696 feet to 9706 feet and from 9844 to 9864 feet.

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 requirements 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 Corporation, be and it hereby is authorized to convert for salt water disposal its Santa Fe "B" Well No. 1, located 660 feet from the East line and 1980 feet from the South line in Section 28, Township 9 South, Range 36 East, Lea County, New Mexico, in such a manner as to permit the injection of salt water for disposal purposes into the Bough "B" and "D" zones, Permo Penn formation from 9696 feet to 9706 feet and from 9844 to 9864 feet.

IT IS FURTHER ORDERED, 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 3rd day of March, 1959.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

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