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PAN AMERICAN PETROLEUM CORPORATION

P. O. Box 480, Farmington, New Mexico January 30, 1963

File: N-80-986.510.1

Subject: Application to Dispose of

Salt Water in Pan American Petroleum Corporation's USG Section 19 Well No. 17 Hogback Pennsylvanian Pool San Juan County, New Mexico

Mr. A. L. Porter, Jr., Secretary-Director New Mexico Oil Conservation Commission P. O. Box 871 Santa Fe, New Mexico

Dear Sir:

Pan American Petroleum Corporation hereby makes application under the Administrative Provisions of Rule 701 for permission to dispose of salt water produced from the Hogback Pennsylvanian Pool into the 7" - 9-5/8" casing annulus in its USG Section 19 Well No. 17, located in Unit I of Section 19, T-29-N, R-16-W, San Juan County, New Mexico. In connection with this application, attached are the following exhibits:

- 1. Three copies of NMOCC form entitled Application to Dispose of Salt Water by Injection into a Porous Formation Not Productive of Oil or Gas. A copy of this form is also being sent to the New Mexico State Engineer and to the U.S.G.S. as representatives of the Navajo Tribe of Indians, the surface owner. There are no offset operators to the USG Section 19 lease.
- 2. A map of the area showing the location of USG Section 19 Well No. 17 in the SE/4 of Section 19, T-29-N, R-16-W, and the location of the USG Section 19 Well No. 13 in the NE/4 of Section 19, T-29-N, R-16-W. These are the only two wells producing from the Hogback Pennsylvanian Pool.
- 3. A copy of the Electric Log on USG Section 19 Well No. 17 showing the 9-5/8" casing point at 2157', approximately 112' below the top of the Entrada formation, and the top of the cement behind the 7" casing at 3100' or about 330' below the top of the Chinle formation.
- 4. A Schematic Diagram showing the casing program which was employed on USG Section 19 Well No. 17 together with the approximate location of the various formation tops in

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this well. This diagram also shows the present completion zone in the Hogback Pennsylvanian Pool and the amount of cement used on each casing string. It is the interval 2157', the 9-5/8" casing seat, to 3100', the top of the cement behind the 7" casing, that is proposed for use as a salt water disposal interval.

- 5. A copy of a letter from Mr. P. T. McGrath, District Engineer for the U.S.G.S., dated December 21, 1962, which advises that the U.S.G.S. does not object to the use of the interval 2157' to 3100' for disposition of the produced Hogback Pennsylvanian Pool salt water.
- 6. A copy of a letter from the State Engineer's Office dated January 28, 1963, advising that that office has no objection to the use of this interval as a disposal zone.
- 7. A copy of a water analysis obtained on a drill stem test from the Entrada zone on Pan American's Navajo Tribal No. 1, a dry hole located 790' from the north line and 1090' from the west line of Section 12, T-29-N, R-17-W, which shows the Entrada water to contain in excess of 9,000 parts per million total solids. A notation on the analysis indicates that this sample was contaminated with drilling fluids, and since the well was drilled with a fresh water base mud, it is concluded that the formation water may have salinity in excess of that shown by the water analysis form.

With regard to the use of the Entrada-Chinle interval in USG Section 19 Well No. 17 as a salt water disposal zone, the following points are submitted:

- 1. The proposed disposal interval is not known to be productive of oil, gas or fresh water anywhere in the vicinity of the Hogback Pennsylvanian Pool.
- 2. The casing program used on this well adequately protects the known fresh or brackish water zones of the Dakota-Morrison formation from contamination by the injected water and also protects the Hogback Pennsylvanian Pool producing interval from the injected water.
- 3. NMOCC Order R-2341 granted Pan American permission to use a watered out Pennsylvanian gas zone from 6514-24' in USG Section 19 Well No. 13 as a salt water disposal zone. In attempting to dispose of salt water into this zone it was found that extremely high injection pressures

were necessary and, accordingly, the interval now proposed in USG Section 19 Well No. 17 was tested as a possible alternate salt water disposal zone. It was found that this interval would accept the volume of salt water being produced from the Hogback Pennsylvanian Pool at an injection pressure of about 350 psig.

It is therefore the purpose of this application to secure your approval for the use of the Entrada-Chinle zone of the Jurassic and Triassic age in USG Section 19 Well No. 17 as an alternate salt water disposal zone to that zone which was approved by Order R-2341.

Yours very truly,

PAN AMERICAN PETROLEUM CORPORATION

T. M. Curtis

District Superintendent

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Attachments

Case 2762

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

APPLICATION

TO DISPOSE OF SALT WATER BY INJECTION INTO A POROUS FORMATION NOT PRODUCTIVE OF OIL OR GAS

| Operator Pan | American Petrol | eum Corporation Addr | ess <u>Box 480, Farmingt</u> | on, New Mexico |
|---|-----------------------------------|--|--|--|
| Lease USG Sec | tion 19 | Well No. 17 Co | unty <u>San Juan</u> | * |
| Unit | Section 1 | 9 Township | 29 Rang | ge <u>16</u> |
| This is an appl | ication to dispe | ose of salt water pro | duced from the follow: | ing pool(s): |
| | | Hogback Pennsylvanian | 1 | |
| Name of Inject | ion Formation(| s): Entrada-Ch | ninle | |
| Top of injection Give operator, | n zone: lease, well no | 2157' B | ottom of injection zone ny other well in this ai | e: 3100 trea using this same |
| zone for dispos | sal purposes: | None | | |
| | | | والمساور والمستعرب والمساعدين والمستعدون والمستعدون والمستعدون والمستعدون والمستعدون والمستعددات والمستعدات والمستعددات والمست | |
| | | CASING PRO | | |
| | Diameter | Setting Depth | Sacks Cement | Top of Cement |
| Surface | 13-3/8" | 251 | 250 | Surface |
| Intermediate | 9-5/8" | 2157 | 625 | 772 |
| Long String | 7'' | 5613 | 475 | 3100 |
| Will injection b | oe through tubii | ng, casing, or annul | us? Annulus | |
| Size tubing <u>2</u> | -3/8" Sett | ing depth: 66 | 945! Packer | set at. 6612' |
| Name and Mod | el No. of packe | r Lane Wells BOO | CL-4A | |
| Will injection b | oe through perf | orations or open hol | e? Open hole between 7 | " and 9-5/8" casing strip |
| Proposed inter | val(s) of inject | ion: 2157-3100 | | |
| Well was origi | nally drilled fo | r what purpose? | Gas Well | |
| | been perforate rom casing perf | d in any zone other toorations 6643-59. A | han the proposed injects originally complete | tion zone? Yes. Still d in Pennsylvanian gas |
| zone. List all such p 6530-70' squeez sacks. 6350-70' with 200 sacks. | ed with 200 sac squeezed with | vals and sacks of ce ks. Re-perf and squee 150 sacks. 6045-80' s | ment used to seal off of ezed with 150 sacks. 63 squeezed with 200 sacks | or squeeze each: 96-6426' squeezed with 2 . Re-perf and squeezed |
| Give depth of h | oottom of next l | nigher zone which pr | oduces oil or gas: | 960' |
| Give depth of t | op of next lowe | r zone which produc | es oil or gas | 6643 |
| Give depth of h | oottom of deepe | st fresh water zone | ın area: No fresh water | r in area. Morrison kish water. |
| Expected volume | me of salt wate | r to be injected daily | (barrels): | |
| Will injection | be by gravity o | r pump pressure? | Pump Estimated p | ressure: 350 |
| ls system oper | n or close type | ? Open ls filtra | ation or chemical treat | tment necessary? No |

| Is the water to be disposed of mineralized to such a degree as to be unfit for domestic, stock, irrigation, and/or other general use? Yes | | | | |
|--|---|--|--|--|
| | occurring naturally within the proposed disposal formation mineralized to such to be unfit for domestic, stock, irrigation, and/or other general use? yes | | | |
| List all offse | et operators to the lease on which this well is located and their mailing address | | | |
| No offse | t operators | | | |
| | | | | |
| | | | | |
| | | | | |
| | | | | |
| Name and ad | dress of surface owner Navajo Tribe of Indians, c/o U.S.G.S, P. O. Box 959, | | | |
| | Farmington, New Mexico of this application been sent by registered mail or given to all offset operators, ers, and to the New Mexico State Engineer? <u>yes</u> | | | |
| Is a complete | e electrical log of this well attached? Yes | | | |
| To a complet | tes in the second of this well attached. | | | |
| | | | | |
| | Operator: PAN AMERICAN PETROLEUM CORPORATION | | | |
| | By: M. Lanty | | | |
| | | | | |
| | Title: District Superintendent | | | |
| | | | | |
| | STATE OF New Mexico) ss. | | | |
| | County of San Juan) | | | |
| | BEFORE ME, The undersigned authority, on this day personally appeared | | | |
| • | T. M. Curtis known to me to be the person whose name is subscribed to the above instrument, who being by me duly sworn | | | |
| | on oath states that he is duly authorized to make the above report and that | | | |
| | he has knowledge of the facts stated therein and that said report is true | | | |
| | and correct. | | | |
| | SUBSCRIBED AND SWORN TO before me this the 30th day of January, | | | |
| | 19_63 | | | |
| . • | Notary Public in and for the County of San Juan | | | |
| | • | | | |
| . 1.1 | February 27, 1965 My Commission Expires | | | |
| | | | | |

NOTE:

Should waiters from all offset operators, the surface owner, and the State Engineer not accompany an application, the New Mexico Oil Conservation Commission will hold the application for a period of fifteen (15) days from date of receipt by the Commission's Santa Fe office. If at the end of said fifteen-day period, no protest nor request for hearing is received by the Santa Fe office, the application will then be processed.