

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. 3855
Order No. R-3502

APPLICATION OF SUNRAY DX OIL COMPANY
FOR A WATERFLOOD PROJECT, LEA COUNTY,
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on September 4, 1968, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 17th day of September, 1968, 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, is the owner and operator of the H. D. Greer Well No. 1, located in Unit C of Section 21, Township 22 South, Range 36 East, NMPM, South Eunice Pool, Lea County, New Mexico.

(3) That the applicant seeks authority to institute a waterflood project in the South Eunice Pool by the injection of water into the Seven Rivers formation in the interval from approximately 3693 feet to 3733 feet in its H. D. Greer Well No. 1.

(4) That the subject well should be classified as a salt water disposal well.

(5) That the injection should be accomplished through 2 7/8-inch cement-lined tubing installed in a packer set at

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approximately 3650 feet; that the casing-tubing annulus should be filled with an inert fluid; and that a pressure gauge should be attached to the annulus or the annulus left open at the surface in order to determine leakage in the tubing, casing, or packer.

(6) That approval of the subject well for salt water disposal will prevent the drilling of unnecessary wells and otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

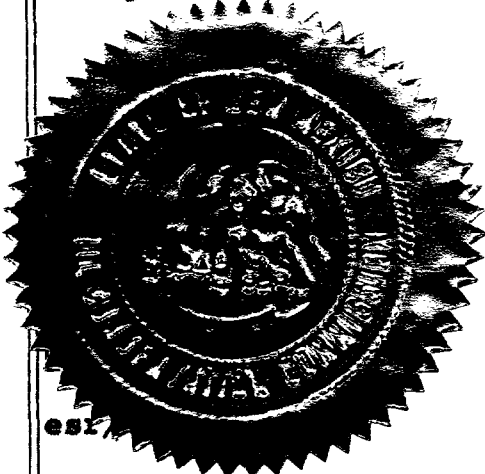
(1) That the applicant, Sunray DX Oil Company, is hereby authorized to utilize its H. D. Greer Well No. 1, located in Unit C of Section 21, Township 22 South, Range 36 East, NMPM, South Eunice Pool, Lea County, New Mexico, to dispose of produced salt water into the Seven Rivers formation, injection to be accomplished through 2 7/8-inch tubing installed in a packer set at approximately 3650 feet, with injection into the open-hole interval from approximately 3693 feet to 3733 feet;

PROVIDED HOWEVER, that the tubing shall be cement-lined; that the casing-tubing annulus shall be filled with an inert fluid; and that a pressure gauge shall be attached to the annulus or the annulus left open at the surface in order to determine leakage in the tubing, casing, or packer.

(2) That the applicant shall submit monthly reports of its disposal operations in accordance with Rules 704 and 1120 of the Commission Rules and Regulations.

(3) 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

David F. Cargo
DAVID F. CARGO, Chairman

Guyton B. Hays
GUYTON B. HAYS, Member

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