

Dale H. Parke "A" Tr. 1 Well No. 7
Unit O, Section 15, Township 17 South, Range 30 East
Eddy County, New Mexico

IT IS FURTHER ORDERED:

That the operator shall take all steps necessary to ensure that the injected water enters only the proposed injection interval and is not permitted to escape to other formations or onto the surface. That such steps to insure such compliance shall include the running of a 4 1/2 inch liner to TD and the circulation of cement to the surface.

That the liner tubing annulus in said well shall be loaded with an inert fluid and equipped with a pressure gauge at the surface or left open to the atmosphere to facilitate detection of leakage in the casing, tubing, or packer.

That the injection well or system shall be equipped with a pressure limiting device which will limit the wellhead pressure to a maximum of 578 pounds per square inch; provided however that the Division Director may administratively authorize a pressure limitation in excess of the above upon the operator's establishing that such higher pressure will not result in fracturing of the confining strata. A step rate test satisfactory with the Division office is considered valid evidence in establishing higher pressure limitations.

That the operator shall notify the supervisor of the Division's Artesia District Office before injection is commenced through said well.

That the operator shall immediately notify the Supervisor of the Division's Artesia District Office of the failure of the tubing, casing, or packer in said well or the leakage of water from or around said well and shall take such steps as may be timely or necessary to correct such failure or leakage.

That the subject well shall be governed by all provisions of Division Order No. R-4133 and Rules 702, 703, 704, 705, and 706 not inconsistent herewith.