

50-000 0-1-1

IT IS THEREFORE ORDERED: 8-17-71
R-4179

(1) That the applicant, Shenandoah Oil Corporation, is hereby authorized to complete its Read & Stevens "M" Federal Well No. 1, located in Unit K of Section 28, Township 6 South, Range 27 East, NMPM, Haystack-Cisco Gas Pool, Chaves County, New Mexico, as a dual completion to produce gas from the Haystack-Cisco Gas Pool through 2 7/8-inch casing and to dispose of produced salt water down the annulus between the 2 7/8-inch production casing string and the 8 5/8-inch intermediate casing string into the San Andres and other formations in the open-hole interval from approximately 1376 feet to 5090 feet;

PROVIDED HOWEVER, that the produced salt water shall be continuously treated prior to injection to prevent casing corrosion; that coupon corrosion tests shall be conducted continuously on said well and the results thereof filed quarterly with the Commission until further notice from the Secretary-Director of the Commission;

PROVIDED FURTHER, that the disposal of produced salt water through the above-described well shall cease at such time as the well is not produced.

PROVIDED FURTHER, that the applicant shall submit monthly reports of his disposal operations in accordance with Rules 704 and 1120 of the Commission Rules and Regulations.