Form *-331 (May 1963) DEPA	-331 UNITED STATES SUBMIT IN TRIPLICATE 963) DEPARTMEN OF THE INTERIOR (Other instructions re- DEPARTMEN OF THE INTERIOR verse side) GEOLOGICAL SURVEY		e- Budget Burea 5. LEASE DESIGNATION LC-065151	*	
	NOTICES AND REPORTS proposals to drill or to deepen or plug PLICATION FOR PERMIT—" for such p		6. IF INDIAN, ALLOTTEE	OR TRIBE NAME	
1. OIL GAS WELL OTH WELL WELL X OTH 2. NAME OF OPERATOR	NER Salt Water Disposal	Well	7. UNIT AGREEMENT NA		
2. NAME OF OPERATOR Flag-Redfern Oil (3. Address of Operator	8. FARM OR LEASE NAM Bilbrey "51" 9. WELL NO.	Bilbrey "51"			
P. O. Box 23, Mid 4. LOCATION OF WELL (Report loca See also space 17 below.) At surface	Sawyer (San	1 10. FIELD AND FOOL, OR WILDCAT Sawyer (San Andres) 11. sec., t., r., m., or blk. and			
T-9-S, R-37-1	A, 660' FNL & 660' FEL, E, Lea County, New Mexic	20	SURVEY OR AREA Sec. 23, T95	5, R37E	
14. PERMIT NO.	15. ELEVATIONS (Show whether D GL - 3981'	F, RT, GR, etc.)	12. COUNTY OB PARISH Lea	13. STATE New Mexic	
	k Appropriate Box To Indicate I	Nature of Notice, Report, or	Other Data		
TEST WATER SHUT-OFF FRACTURE TREAT SHOOT OR ACIDIZE REPAIR WELL (Other) Convert 17. DESCRIBE PROPOSED OR COMPLET proposed work. If well is convert nent to this work.)* Flag-Redfern Oil (disposal well. Pl current San Andress internally coated annulus will be fi on the annulus to will be equipped v pressure to a maxi Attached is Order	INTENTION TO: PULL OB ALTER CASING MULTIPLE COMPLETE ABANDON* CHANGE PLANS to disposal X COMPANY desires to conver- company desires to conver- company desires to conver- ans call for disposing s perforations 4941-5022 tubing with a packer set 11ed with an inert fluid determine any leakage in with a pop-off valve, who mum of 1138 psig. No. R-5539 from the New 11 for salt water disposed	WATER SHUT-OFF FRACTURE TREATMENT SHOOTING OR ACIDIZING (Other) (NoTE: Report resul Completion or Recom Int details, and give pertinent date ations and measured and true vert ert the above oil wel of an estimated 225 2'. Disposal will be et at 4900', and the d. A pressure gauge in the well bore. The bich will limit the w	lcal depths for all markers 1 to a salt wate BWPD through the casing-tubing will be install e injection syst rellhead injectio	ed em on Well e of starting any and zones perti-	
		SEE A CONDITIO	TTACHED FOR NS OF APPROVA	AL	
18. I hereby certify that the forego	- -	· · · · · ·		0.77	
(This space for Eaderal or Sta		Petroleum Engineer		_0-77	
(This space for Federal or Sta APPROVED BY CONDITIONS OF APPROVAL,		APPRE APAME JAN2	R. BROWN		

APPROVED B	¥			
CONDITIONS	OF	APPROVAL,	IF	ANY:

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*See Instructions on Reverse Side ARTHUR R. BROWN

BEFORE HE OIL CONSERVATION COMMISTON 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. 6034 Order No. R-5539

APPLICATION OF FLAG-REDFERN OIL COMPANY FOR SALT WATER DISPOSAL, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on September 14, 1977, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this <u>18th</u> day of October, 1977, 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, Flag-Redfern Oil Company, is the owner and operator of the Bilbrey "51" Well No. 1, located in Unit A of Section 23, Township 9 South, Range 37 East, NMPM, Sawyer-San Andres Pool, Lea County, New Mexico.

(3) That the applicant proposes to utilize said well to dispose of produced salt water into the San Andres formation, with injection into the perforated interval from approximately 4941 feet to 5022 feet.

(4) That the injection should be accomplished through 2 3/8-inch internally coated tubing installed in a packer set at approximately 4900 feet; that the casing-tubing annulus should be filled with an inert fluid; and that a pressure gauge or approved leak detection device should be attached to the annulus in order to determine leakage in the casing, tubing, or packer.

(5) That the injection well or system should be equipped with a pop-off valve or acceptable substitute which will limit the wellhead pressure on the injection well to no more than 1138 psi. -2-Case No. 6034 Order No. R-5539

TRANSFORM STREET AND A

(6) That the operator should notify the supervisor of the Hobbs district office of the Commission of the date and time of the installation of disposal equipment so that the same may be inspected.

(7) That the operator should 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.

 (8) That approval of the subject application will prevent
the drilling of unnecessary wells and otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the applicant, Flag-Redfern Oil Company, is hereby authorized to utilize its Bilbrey "51" Well No. 1, located in Unit A of Section 23, Township 9 South, Range 37 East, NMPM, Sawyer-San Andres Pool, Lea County, New Mexico, to dispose of produced salt water into the San Andres formation, injection to be accomplished through 2 3/8-inch tubing installed in a packer set at approximately 4900 feet, with injection into the perforated interval from approximately 4941 feet to 5022 feet;

PROVIDED HOWEVER, that the tubing shall be internally coated; 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 shall be equipped with an approved leak detection device in order to determine leakage in the casing, tubing, or packer.

(2) That the injection well or system shall be equipped with a pop-off valve or acceptable substitute which will limit the wellhead pressure on the injection well to no more than 1138 psi.

(3) That the operator shall notify the supervisor of the Hobbs district office of the Commission of the date and time of the installation of disposal equipment so that the same may be inspected.

(4) That the operator shall immediately notify the supervisor of the Commission's Hobbs 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 and necessary to correct such failure or leakage.

(5) 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-Case No. 6034 Order No. R-5539

(6) 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

PHIL R. LUCERO, Chairman

Cenn EMERY CA Member ARNOLD

210 RAMEY, Member & Secretary JOE'D.

SEAL

jr/



Flag=Redfern Oil Company

1200 WALL TOWERS WEST • MIDLAND, TEXAS 79701 •

PHONE (915) 683-5184

July 22, 1977

Mailing address: P. O. Box 23 Midland, Texas 79702

File:

United States Department of the Interior Geological Survey P. O. Box 1157 Hobbs, New Mexico 88240

Attention: Mr. Arthur R. Brown

Re: Application for Salt Water Disposal Permit Bilbrey "51" Well No. 1 Lease No. LC-065151 Sawyer (San Andres) Field Lea County, New Mexico

Dear Mr. Brown:

Flag-Redfern Oil Company hereby requests a permit for salt water disposal for the above captioned well. As per your requirements listed in Bulletin NTL-2B, the following information is provided:

- 1. Proposed disposal well Bilbrey "51" No. 1 660' FNL & 660' FEL of Section 23, T-9-S, R-37-E Lea County, New Mexico Lease No. LC-065151
- 2. The daily quantity of disposed water will be 225 barrels, which will be San Andres produced water from the following leases:

		San Andres
Lease	Lease No.	Water Prod.
Bilbrey "23"	LC065151	82 BWPD
Bilbrey "51"	LC065151	24 BWPD
Yates "69" Fed.	NM16369	20 BWPD
Brown "93"	NM0103893-A	21 BWPD
Allied "93"	NM0103893	78 BWPD
	Total Water to be Disposed	- 225 BWPD

A water analysis for the Bilbrey "51" No. 1 is attached.

3. The proposed disposal interval is the San Andres formation through the perforated interval 4941-5022'.

U.S.G.S. July 22, 1977

- -2-
- 4. The quality of the fluids in the injection interval is the exact same as the water to be disposed of.
- 5. There are no useable water aquifers in the area.

6. Casing strings:

- a. Surface Casing: 8-5/8", 24#/ft, J-55 casing set at 415' in 12½" hole and cemented with 250 sacks of Class "C" w/2% CaCl. Cement was circulated to the surface.
- b. Production Casing: 4-1/2", 9.50#/ft, J-55 casing set at 5070' in 7-7/8" hole and cemented with 250 sacks of Class "C" w/2% gel, 0.75% CFR-2 and 8 lb/sk of salt. Calculated top of cement behind this casing string is 3827'.
- 7. The total depth of this well is 5070' and the plug back depth is 5044'.
- 8. The proposed method of completing the Bilbrey "51" Well No. 1 for disposal provides for running a 2-3/8" X 4-1/2" internally coated Baker Model "R" retrievable packer on 2-3/8", 4.70#/ft, J-55 internally coated tubing and setting the packer at 4900'. Anticipated disposal pressure will be 2000 psig. The corrosion inhibitor that will be placed in the tubing-casing annulus will consist of fresh water with 1% of Tretolite KW-37 corrosion inhibitor and 10 lbs of K-4-70 oxygen scavenger.
- 9. The disposal well will be monitored daily as to the disposal rates and pressures. On the basis of radical changes in rates and pressures, a radioactive tracer survey will be run to confirm that disposal is confined to the San Andres interval. Upon the necessity of having to shut down this disposal system, all produced water will be hauled off lease and disposed of into approved New Mexico Salt Water Disposal Company systems, as it is currently being disposed of.

Flag-Redfern Oil Company will be pleased to provide any additional information that you might deem necessary for the approval of this salt water disposal permit.

Sincerely,

Steve Rossler Petroleum Engineer

SR:ss

Attachment

ANALYTICAL SERVICE LABOLATORY

Date 1-12-73



Company Flag liedforn

Address

Attention Mr. Graves

Recent Treatments

County Lea Field Formation San Andres

Date 1-11-73 Sampled Evening Report No.

Lease Bilbrey

Well No.51 11

Depth

4.5

28,000

2160

Nil

57,569

Sample well-head Source

WATER ANALYSIS (Reported as mg per Liter)

pН

Calcium

Magnesium

Total Iron

Sodium (Calc.)

Specific Gravity 1.160 Chloride 144,000 Bicarbonate 1269 Sulfate 230 Sulfide Strong Total Hardness (as Ca CO3) 79,000 Resistivity

Ohm Meters @

Remarks:

JJR 17 C C 15 IJ

> John A. Sims Analyst.

Total Dissolved Solids (Calc.) 203,378

Cardinal Representative.

U. S. Geological Survey P. O. Box 1157 Hobbs, New Mexico 88240

HOBBS DISTRICT

CONDITIONS OF APPROVAL:

- 1. The Hobbs office (telephone (505) 393-3612) is to be notified when workover operations are to be commenced.
- 2. Blowout prevention equipment is required.
- 3. Surface injection pressure must be limited to no more than 1138 psi.
- 4. A monthly report must be filed with this office showing injected volume and average injection pressure.
- 5. If water produced on leases other than L.C. 065151 is to be disposed of in this well, the Bureau of Land Management should be contacted for an appropriate permit.