(1) That the applicant, Texas Pacific Oil Company, is hereby authorized to utilize its State "B" Well No. 2, located in Unit B of Section 11, Township 12 South, Range 33 East, NMPM, Bagley Siluro-Devonian Pool, Lea County, New Mexico, to dispose of produced salt water into the Devonian formation, injection to be accomplished through 2 7/8-inch or larger tubing installed in a packer set within 100 feet of the top of the Pennsylvanian formation, with injection into the perforated interval from approximately 10,872 feet to 11,032 feet;

PROVIDED HOWEVER, that the tubing shall be plastic-lined; that the casing-tubing annulus shall be filled with an inert fluid; that a pressure gauge shall be attached to the annulus; and that tubing and annular pressures shall be reported monthly on Form C-120A in order to determine leakage in the casing, tubing, 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

I. R. TRUJILLO, Chairman

ALEX J. ARMIJO, Member

A. L. PORTER, JR., Member & Secretary

SEAL