

(6) 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, Continental Oil Company, is hereby authorized to utilize its Lynn "A" Well No. 5, located in Unit A of Section 28, Township 23 South, Range 36 East, NMPM, Jalmat Pool, Lea County, New Mexico, to dispose of produced salt water into the Seven Rivers formation, injection to be accomplished through 2 3/8-inch tubing installed in a packer set within 100 feet above the uppermost perforations, with injection into various perforated intervals from approximately 3470 feet to 3679 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 well shall be equipped with an approved leak detection device in order to determine leakage in the casing, tubing, or packer.

(2) That the operator shall immediately notify the supervisor of the Commission's Hobbs district office of the failure of the tubing or packer in said disposal well, the leakage of water or oil from around any producing well, or the leakage of water or oil from any plugged and abandoned well offsetting said disposal well.

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

(4) 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

Phil R. Lucero
PHIL R. LUCERO, Member

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

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