63 10 10 al 1 1 10 CC Com la 21,1960

# BEFORE THE OIL CONSERVATION COMMISSION 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. 3164 Order No. R-2849

APPLICATION OF GULF OIL CORPORATION FOR A WATERFLOOD EXPANSION, LEA COUNTY, NEW MEXICO.

## ORDER OF THE COMMISSION

#### BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on December 15, 1964, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>21st</u> day of December, 1964, 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, Gulf Oil Corporation, seeks authority to expand its W. A. Ramsay (NCT-A) Waterflood Project authorized by Order No. R-1820 by the injection of water into the Queen formation through one additional well at an unorthodox location 1315 feet from the South line and 1315 feet from the West line of Section 34, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico.
- (3) That the wells in the proposed expansion of the project area are in an advanced state of depletion and should properly be classified as "stripper" wells.
- (4) That the proposed expansion of the W. A. Ramsay (NCT-A) Waterflood Project should result in the recovery of otherwise unrecoverable oil, thereby preventing waste.

-2-CASE No. 3164 Order No. R-2849

(5) That the subject application should be approved and the project should be governed by the provisions of Rules 701, 702, and 703 of the Commission Rules and Regulations.

# IT IS THEREFORE ORDERED:

- (1) That the applicant, Gulf Oil Corporation, is hereby authorized to expand its W. A. Ramsay (NCT-A) Waterflood Project authorized by Order No. R-1820 by the injection of water into the Queen formation through one additional well at an unorthodox location 1315 feet from the South line and 1315 feet from the West line of Section 34, Township 21 South, Range 36 East, NMPM, Lea County, New Mexico.
- (2) That the expanded waterflood project shall be governed by the provisions of Rules 701, 702, and 703 of the Commission Rules and Regulations.
- (3) That monthly progress reports of the expanded water-flood project herein authorized shall be submitted to the Commission in accordance with Rules 704 and 1119 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 herein-above designated.

STATE OF NEW MEXICO

OIL CONSERVATION COMMISSION

OK M. CAMPBELL, Chairman

E. S. WALKER. Member

SEAL

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