Entered February 9, 1966

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. 3368 Order No. R-3035

APPLICATION OF STANDARD OIL COMPANY OF TEXAS 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 January 26, 1966, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this <u>9th</u> day of February, 1966, 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, Standard Oil Company of Texas, seeks permission to expand its Maljamar Waterflood Project, formerly the Leonard Nichols Maljamar Waterflood Project, in the Maljamar Pool by converting to water injection nine additional wells in Sections 3, 4, 9, 10, 11, and 15, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico.

(3) That four of the subject wells have previously been approved as water injection wells by administrative orders.

(4) That the wells in the proposed project area are in an advanced state of depletion and should properly be classified as "stripper" wells.

(5) That the proposed expansion of the Maljamar Waterflood Project should result in the recovery of otherwise unrecoverable oil, thereby preventing waste. -2-CASE No. 3368 Order No. R-3035

(6) That the subject application should be approved and the expanded 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, Standard Oil Company of Texas, is hereby authorized to expand its Maljamar Waterflood Project, formerly the Leonard Nichols Maljamar Waterflood Project, in the Maljamar Pool by converting to water injection the followingdescribed wells in Township 17 South, Range 32 East, NMPM, Lea County, New Mexico:

Well	Unit	Section
Standard-Sinclair Taylor No. 1	F	4
Standard-Taylor et al No. 3	н	9
Standard-Taylor H No. 2	L	10
Standard-Iles X Federal No. 8	N	10
Standard-Iles Federal No. 36	в	15

(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 waterflood project shall be submitted to the Commission 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 CAMPBELL, Chairman R. Membe

L. PORTER, Jr., Member & Secretary

SEAL

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