#### STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

CASE NO. 11779

100

# APPLICATION OF CONOCO INC. FOR A PRESSURE MAINTENANCE PROJECT AND EOR QUALIFICATION LEA COUNTY, NEW MEXICO.

#### **PRE-HEARING STATEMENT**

This pre-hearing statement is submitted by Conoco Inc., as required by the Oil Conservation Division.

## **APPEARANCE OF PARTIES**

#### APPLICANT

ATTORNEY

Conoco, Inc. 10 Desta Drive Ste100W Midland, Texas 79705 (915) 686-6548 attn: Jerry Hoover W. Thomas Kellahin KELLAHIN AND KELLAHIN P.O. Box 2265 Santa Fe, New Mexico 87504 (505) 982-4285 NMOCD Case 11779 Pre-Hearing Statement Page 2

#### STATEMENT OF CASE

Conoco is the proposed operator of the proposed Hardy 36 State Leasehold Pressure Maintenance Project ("new EOR Project") for water injection in the Tubb formation of the North Hardy-Tubb-Drinkard Pool.

The Project Area contains 240-acres with one injection well and four producing wells within the following described area:

Township 20 South, Range 37 East, NMPM Section 36: NE/4NE/4 S/2NE/4 N/2SE/4 NE/4SW/4

Current primary oil recovery from the Area has been 142,700 barrels of oil from five wells. Under the current primary production phase (without pressure maintenance), ultimate oil recovery is estimated to be approximately 260,000 barrels of oil. The Project is currently producing at 83 BOPD and 28 BWPD from five active producers. Approximately 120,000 barrels of oil remain to be recovered under the current mode of operations.

Conoco seeks to increase ultimate oil recovery in this Project by means of a significant change in the process used for the displacement of crude by the initiation of the injection of water under the following described method: pressure maintenance by injection of water into the Hardy 36 State Well No 3 and with production from the Hardy State 36 Wells No. 2, 4, 18, & 19.

The estimated amount of recoverable oil attributable to a Positive Production Response from the use of enhanced oil recovery technology for this EOR Project is 135,000 barrels of additional oil. NMOCD Case 11779 Pre-Hearing Statement Page 3

## **PROPOSED EVIDENCE**

APPLICANT:

WITNESSES

EST. TIME EXHIBITS

(geologist)15 Min.3 exhibitsRay Hinchcliff(petroleum engineer)25 Min.6 exhibits

## **PROCEDURAL MATTERS**

None anticipated at this time

#### KELLAHIN AND KELLAHIN

By:

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