

BEFORE THE OIL CONSERVATION COMMISSION

STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF)
AMBASSADOR OIL CORPORATION FOR PER-)
MISSION TO INSTITUTE A WATERFLOOD)
PROJECT IN THE LOCO HILLS POOL, EDDY)
COUNTY, NEW MEXICO, AND FOR SPECIAL)
ALLOWABLES. APPLICANT SEEKS PERMISSION)
TO INJECT WATER INTO WELLS IN SECTION)
31, TOWNSHIP 17 SOUTH, RANGE 30 EAST.)

No. 2239

APPLICATION

COMES NOW Ambassador Oil Corporation, by its Attorneys,
Campbell & Russell, and for its application states:

1. It is the owner and operator of certain oil producing
properties situated in the NW $\frac{1}{4}$ and W $\frac{1}{2}$ SE $\frac{1}{4}$ of Section 31, Township
17 South, Range 30 East, in the Loco Hills Pool in Eddy County, New
Mexico.

2. The Commission has heretofore issued its order ap-
proving a waterflood project in said pool, which project is now
operated by Newmont Oil Company.

3. In order to protect its correlative rights and to
prevent waste of oil, Applicant must immediately institute a water-
flood project upon its above-described properties.

4. To further protect its correlative rights and to pre-
vent waste of oil, Applicant should be permitted to inject water at
rates comparable with rates on offsetting properties now under
flood and to obtain special allowables for its producing wells in
said project.

5. Simultaneously herewith there is being filed by
General American Oil Company of Texas an Application in Cause No.

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2238 before the Commission, and Applicant respectfully requests the Commission to consider the exhibits attached to the application of General American Oil Company of Texas as if said exhibits were attached to this application, and to consolidate the hearing in this cause with the hearing in Cause No. 2238 for the purpose of the presentation of testimony and evidence.

6. It attaches hereto as additional exhibits the available logs of wells which it intends to use as injection wells.

WHEREFORE, Applicant requests the Commission to set this matter down for hearing before one of its Examiners, to publish notice as required by law, and, after hearing, to enter its order authorizing the instituting of the proposed waterflood project and the granting of special allowables therefor.

Respectfully submitted,

AMBASSADOR OIL CORPORATION

By Jack M. Campbell

Jack M. Campbell, for
CAMPBELL & RUSSELL
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Its Attorneys

DATED: March 17, 1961