

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO 87501

January 6, 1969

C
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P
Y
Mr. A. J. Losee
Attorney at Law
Post Office Box 239
Artesia, New Mexico 88210

Dear Sir:

Reference is made to Commission Order No. R-3626, recently entered in Case No. 3983, approving the expansion of Newmont's Loco Hills Sand Unit Waterflood Project.

The expansion as approved authorizes three additional injection wells and one unorthodox location for a producing well. The three injection wells are to be completed with a string of new 8 5/8-inch casing cemented at a minimum of 345 feet and a string of new 4 1/2-inch casing cemented at a minimum depth of 2565 feet. Injection may be down the casing provided the casing and cement withstand the minimum test pressures prescribed by Rule 107(c) of the Commission Rules and Regulations.

As to allowable, our calculations indicate that when all of the authorized injection wells have been placed on active injection, the maximum allowable which the portion of this project which is outside the buffer zone will be eligible to receive under the provisions of Rule 701-E-3 is 4158 barrels per day when the South-east New Mexico normal unit allowable is 42 barrels per day or less.

Please report any error in this calculated maximum allowable immediately, both to the Santa Fe office of the Commission and the appropriate district proration office.

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Post Office Box 239
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In order that the allowable assigned to the project may be kept current, and in order that the operator may fully benefit from the allowable provisions of Rule 701, it behooves him to promptly notify both of the aforementioned Commission offices by letter of any change in the status of wells in the project area, i.e., when active injection commences, when additional injection or producing wells are drilled, when additional wells are acquired through purchase or unitization, when wells have received a response to water injection, etc.

Your cooperation in keeping the Commission so informed as to the status of the project and the wells therein will be appreciated.

Very truly yours,

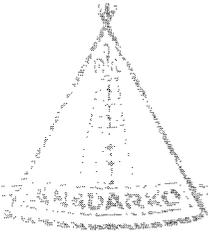
P
A. L. PORTER, Jr.
Secretary-Director

Y
ALP/DSN/ir

cc: Oil Conservation Commission
Hobbs and Artesia, New Mexico

U. S. Geological Survey
Drawer U
Artesia, New Mexico

Mr. D. E. Gray
State Engineer Office
Capitol Building
Santa Fe, New Mexico



ANADARKO PRODUCTION COMPANY

3109 WINTHROP AVENUE P. O. BOX 9317 FORT WORTH, TEXAS 76107

CABLE ADDRESS: ANDARK

November 27, 1968

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State of New Mexico
Oil Conservation Commission
P.O. Box 2088
Santa Fe, New Mexico 87501

Attention: Mr. A.L. Porter, Jr.
Secretary - Director

RE: Case 3983 Examiner Hearing
December 2, 1968 - Newmont
Oil Company's West Loco
Hills Grayburg No. 4 Sand
Unit, Loco Hills Field, Eddy
County, New Mexico

Gentlemen:

Anadarko Production Company acknowledges receipt of the notice of hearing in the above referenced docket. Anadarko, as Unit Operator of the proposed Far West Loco Hills Sand Unit, Loco Hills Field, Eddy County, New Mexico, the hearing for approval of which is scheduled on December 11, 1968, supports the application of Newmont Oil Company to drill three water injection wells at unorthodox locations on their West Loco Hills Grayburg No. 4 Sand Unit as part of a cooperative waterflood development program with the proposed Far West Loco Hills Sand Unit.

Very truly yours,

ANADARKO PRODUCTION COMPANY

C. W. Stumhoffer

C.W. Stumhoffer
Superintendent
Secondary Recovery Division

CWS/nl
cc: Newmont Oil Company

JOEL M. CARSON

LAW OFFICES
A. J. LOSEE
CARPER BUILDING - P. O. DRAWER 239
ARTESIA, NEW MEXICO 88210

November 14, 1968

MAIL ROOM

NOV 15 AM 8 26

AREA CODE 505
746-3508

Case 2983

Mr. A. L. Porter, Jr.
Secretary-Director
Oil Conservation Commission
of New Mexico
P. O. Box 2088
Santa Fe, New Mexico

Dear Mr. Porter:

Enclosed in triplicate, please find Application of Newmont Oil Company for an exception to Rule 104 to permit the drilling of one producing and three injection wells at unorthodox locations in the West Loco Hills Unit Area, Eddy County, New Mexico.

With a carbon copy of this letter, we are furnishing the State Engineer's Office with a copy of the application, complete with all attachments.

Very truly yours,



A. J. Losee

AJL:mlw

cc: State Engineer's Office
Certified Mail - Return
Receipt w/enclosures

cc: Newmont Oil Company

DOCKET MAILED

11-21-68