

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION
OF CITIES SERVICE OIL COMPANY FOR
APPROVAL OF A UNIT AGREEMENT, EDDY
COUNTY, NEW MEXICO

Case 5718

A P P L I C A T I O N

COMES NOW Cities Service Oil Company and applies to the Oil Conservation Commission of New Mexico for approval of its Citgo Empire-Abo Unit Agreement, Eddy County, New Mexico, together with provisions for its operation, and in support thereof would show the Commission:

1. Applicant proposes a unit for production from the Empire-Abo Pool, said unit to consist of the following described lands located in Eddy County, New Mexico.

The S/2 ¹⁶⁰S/2, NE/4 ⁴⁰SW/4, NW/4 ⁴⁰SE/4, and NE/4 ⁴⁰SE/4 of Section 35, Township 17 South, Range 27 East, N.M.P.M., and the NE/4 ⁴⁰NW/4, NW/4 ⁴⁰NE/4 of Section 2, Township 18 South, Range 27 East, N.M.P.M.,

The subject lands consist of federal and state lands.

2. Applicant further seeks permission to inject produced gas as a conservation measure, and to operate said project under a net G O R rule.

3. Applicant further seeks establishment of a gas bank, to be applied to the injection volume during any future month in which less than a stated amount of gas is injected, with appropriate limitation on the maximum of the average balance to be carried in the gas bank.

DOCKET MAILED

Date 3-29-74

*move in
WSP 51 East
290 FSL &
2635 FEB*

4. Applicant further seeks approval of the drilling of a gas injection well, to be located 990 feet from the South line and 2640 feet from the East line of Section 35, Township 17 South, Range 27 East, for the injection of gas into the Abo formation, and for an administrative procedure whereby other injection wells may be approved without hearing.

WHEREFORE applicant prays that this matter be set for hearing before the Commission or the Commission's duly appointed examiner and that after notice and hearing as required by law, the Commission enter its order approving the unit agreement and provisions for its operation as prayed for.

Respectfully submitted,
CITIES SERVICE OIL COMPANY

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ATTORNEYS FOR APPLICANT