

*Entered November 24, 1964
M.J.P.*

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. 3132
Order No. R-2807

APPLICATION OF TEXSTAR PETROLEUM
COMPANY FOR A WATERFLOOD PROJECT,
McKINLEY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on October 28, 1964, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 24th day of November, 1964, 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, Texstar Petroleum Company, seeks permission to institute a waterflood project in the Hospah Pool in the Hospah Unit Area by the injection of water into the Hospah Sand through eight injection wells in Section 1, Township 17 North, Range 9 West, and Section 36, Township 18 North, Range 9 West, NMPM, McKinley County, New Mexico.
- (3) That the wells in the project area are in an advanced state of depletion and should properly be classified as "stripper" wells.
- (4) That the proposed waterflood project should result in the recovery of otherwise unrecoverable oil, thereby preventing waste.

-2-

CASE No. 3132

Order No. R-2807

(5) That the subject application should be approved and the 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, Texstar Petroleum Company, is hereby authorized to institute a waterflood project in the Hospah Pool in the Hospah Unit Area by the injection of water into the Hospah Sand through eight wells at the following-described locations in McKinley County, New Mexico:

1950 feet from the North line and 1960 feet from the
East line of Section 36, Township 18 North, Range
9 West

1990 feet from the North line and 640 feet from the
East line of Section 36, Township 18 North, Range
9 West

1650 feet from the South line and 1640 feet from the
West line of Section 36, Township 18 North, Range
9 West

990 feet from the South line and 250 feet from the
East line of Section 36, Township 18 North, Range
9 West

330 feet from the North line and 330 feet from the
East line of Section 1, Township 17 North, Range
9 West

3640 feet from the South line and 1000 feet from the
West line of Section 1, Township 17 North, Range
9 West

3190 feet from the South line and 1590 feet from the
East line of Section 1, Township 17 North, Range
9 West

2310 feet from the South line and 1050 feet from the
West line of Section 1, Township 17 North, Range
9 West

-3-

CASE No. 3132

Order No. R-2807

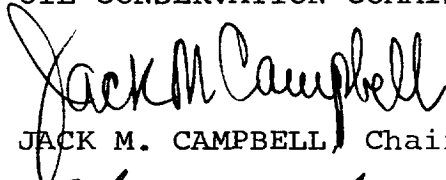
(2) That the subject waterflood project shall be governed by the provisions of Rules 701, 702, and 703 of the Commission Rules and Regulations.

(3) That monthly progress reports of the waterflood project herein authorized shall be submitted to the Commission in accordance with Rules 704 and 1119 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.

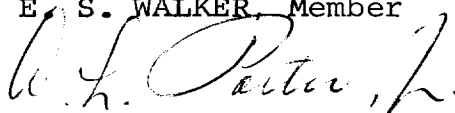
STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



JACK M. CAMPBELL, Chairman



E. S. WALKER, Member



A. L. PORTER, Jr., Member & Secretary

S E A L

esr/