Constant 11/10,13 1968 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. 3232 Order No. R-2908 APPLICATION OF VILAS P. SHELDON FOR A WATERFLOOD PROJECT, EDDY COUNTY, NEW MEXICO. ORDER OF THE COMMISSION BY THE COMMISSION: This cause came on for hearing at 9 o'clock a.m. on April 7, 1965, at Santa Fe, New Mexico, before Examiner Elvis A. Utz. NOW, on this 10th day of May, 1965, 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, Vilas P. Sheldon, seeks permission to institute a waterflood project in the Old Loco Unit Area, Grayburg Jackson and Loco Hills Pools, by the injection of water into the Grayburg formation through six injection wells in Section 32, Township 17 South, Range 29 East, NMPM, Eddy 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.

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(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, Vilas P. Sheldon, is hereby authorized to institute a waterflood project in the Old Loco Unit Area, Grayburg Jackson and Loco Hills Pools, by the injection of water into the Grayburg formation through the following-described six wells in Section 32, Township 17 South, Range 29 East, NMPM, Eddy County, New Mexico:

Kersey Cowell State Well No. 18 located in the SE/4 SE/4
Kersey Macy T-C Well No. 1 located in the SE/4 SW/4
Conoco State S 32 Well No. 2 located in the SE/4 NE/4
Collier Cowell State Well No. 1 located in the NW/4 SW/4
Collier Kerr McGee State Well No. 1 located in the SE/4 NW/4
Collier Kerr McGee State Well No. 3 located in the NW/4 NW/4

- (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 1120 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

QIL CONSERVATION COMMISSION

UXTON B. HAYS, Member

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

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