Entred May 5, 1969 Ast.

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. 4096 Order No. R-3748

APPLICATION OF KERSEY & COMPANY FOR A WATERFLOOD PROJECT, EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on April 23, 1969, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 5th day of May, 1969, 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, R. D. Collier, seeks permission to institute a waterflood project in the Aid (Yates-Seven Rivers) Pool by the injection of water into the Seven Rivers formation through four injection wells located in Units C, E, and F of Section 25, Township 17 South, Range 28 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.

-2-CASE No. 4096 Order No. R-3748

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, R. D. Collier, is hereby authorized to institute a waterflood project in the Aid (Yates-Seven Rivers) Pool by the injection of water into the Seven Rivers formation through the following-described wells in Section 25, Township 17 South, Range 28 East, NMPM, Eddy County, New Mexico:
 - R. D. Collier State Well No. 6 located in the NE/4 NW/4
 - R. D. Collier State Well No. 4 located in the NE/4 NW/4

 - R. D. Collier State Well No. 3 located in the SW/4 NW/4 R. D. Collier State Well No. 8 located in the SE/4 NW/4 (Formerly the Donnelly Drilling Company Welch & Yates State Well No. 1)
- That the subject waterflood project is hereby designated the Collier State Aid Waterflood Project and shall be governed by the provisions of Rules 701, 702, and 703 of the Commission Rules and Regulations.
- 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.
- 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

CARGO. Chairman

Member & Secretary

SEAL

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