Entered Betternhon 8, 1969 O.S.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. 4197 Order No. R-3756-A

APPLICATION OF CONTINENTAL OIL COMPANY FOR AN AMENDMENT TO ORDER NO. R-3756, EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on August 27, 1969, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this <u>8th</u> day of September, 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 by Order No. R-3756, dated May 20, 1969, the applicant, Continental Oil Company, was authorized to institute its Continental Forest Donahue Waterflood Project in the Forest Pool, among other projects, by the injection of water into the Grayburg and San Andres formations through its Donahue Well No. 3 at a standard location in Unit J of Section 34 and through its Donahue Well No. 4 to be drilled at a standard location in Unit F of Section 35, both in Township 16 South, Range 29 East, NMPM, Eddy County, New Mexico.

(3) That the applicant now seeks the amendment of said Order No. R-3756 to permit the drilling of its Donahue Well No. 4 in the Continental Forest Donahue Waterflood Project at an unorthodox location 1980 feet from the North line and 1450 feet from the West line of said Section 35. -2-CASE No. 4197 Order No. R-3756-A

(4) That the previously authorized standard location of said Donahue Well No. 4 at a point 1980 feet from the North line and 1650 feet from the West line of said Section 35 lies adjacent to a pipeline right-of-way.

(5) That approval of the subject application will not violate correlative rights and will permit an efficient water injection pattern to be maintained, thereby preventing waste.

IT IS THEREFORE ORDERED:

(1) That Order No. R-3756, dated May 20, 1969, is hereby amended to authorize the applicant, Continental Oil Company, to drill its Donahue Well No. 4, a water injection well in its Continental Forest Donahue Waterflood Project for the injection of water into the Grayburg and San Andres formations, at an unorthodox location 1980 feet from the North line and 1450 feet from the West line of Section 35, Township 16 South, Range 29 East, NMPM, Eddy County, New Mexico.

(2) That Order No. R-3756 in all other respects shall remain the same.

(3) 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 OTL CONSERVATION COMMISSION

CARGO, Chairman DAVID F. APILIC Member 1

L. PORTER, Jr., Member & Secretary

SEAL

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