

Entered September 16, 1976
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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. 5752
Order No. R-5281

APPLICATION OF BETTIS, BOYLE &
STOVALL FOR A SPECIAL ALLOWABLE,
LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on September 1, 1976, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 16th day of September, 1976, 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, Bettis, Boyle & Stovall, is the owner and operator of the V. H. Justis Well No. 2 located in Unit D of Section 20, Township 25 South, Range 37 East, NMPM, Jalmat Pool, Lea County, New Mexico.
- (3) That said well is offset to the North by a water injection well in an active waterflood project in said Jalmat Pool.
- (4) That said well has received a response to the injection of water into the Seven Rivers formation in the offsetting waterflood project.
- (5) That if applicant's said V. H. Justis Well No. 2 is not permitted to produce at capacity, oil may be swept from under said V. H. Justis Lease across lease lines onto other producing leases in the area.
- (6) That to prevent waste and protect correlative rights, the NW/4 NW/4 of Section 20, Township 25 South, Range 37 East, NMPM, should be designated a Waterflood Buffer Zone in the

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Jalmat Pool, Lea County, New Mexico and applicant's V. H. Justis Well No. 2 located on said 40-acre tract should be permitted to produce at capacity.

(7) That the subject application should be approved and that monthly buffer zone project reports should be filed with the Commission on Form C-120.

IT IS THEREFORE ORDERED:

(1) That the NW/4 NW/4 of Section 20, Township 25 South, Range 37 East, NMPM, Jalmat Pool, Lea County, New Mexico, is hereby designated a Waterflood Buffer Zone, and the Bettis, Boyle & Stovall V. H. Justis Well No. 2 located thereon is authorized an allowable equal to its ability to produce.

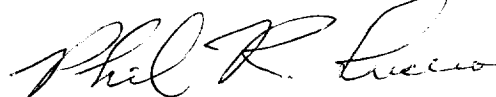
(2) That the applicant herein shall file a Buffer Zone Project report monthly with the Hobbs District Office of the Commission on Commission Form C-120 setting forth thereon production data concerning the above-described well.

(3) That such Buffer Zone Project report shall be filed commencing with the month of assignment to the subject well of allowable in excess of the pool top unit allowable.

(4) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

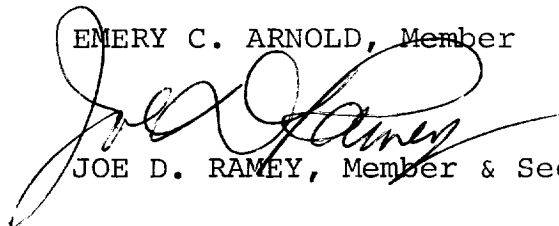
DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



PHIL R. LUCERO, Chairman

EMERY C. ARNOLD, Member



JOE D. RAMEY, Member & Secretary

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