

Entered August 9, 1977
JLR

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. 5991
Order No. R-5504

APPLICATION OF CONTINENTAL OIL
COMPANY FOR CAPACITY ALLOWABLE,
LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on July 20, 1977, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 9th day of August, 1977, 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, Continental Oil Company, seeks approval for a capacity allowable for its Pearl "B" Well No. 4 located in Unit N of Section 25, Township 17 South, Range 32 East, NMPM, Maljamar Grayburg-San Andres Pool, Lea County, New Mexico.

(3) That said Pearl "B" Well No. 4 immediately offsets applicant's MCA Unit Waterflood Project in said Maljamar Grayburg-San Andres Pool and has experienced a response to water injection in such project.

(4) That if capacity allowable is not granted to said Pearl "B" Well No. 4, oil will be swept past said well into "dry" sands to the South.

(5) That such wetting of "dry" sands with oil will result in waste.

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(6) That approval of the subject application will prevent waste and will not violate correlative rights.

(7) That the application for capacity allowable should be approved.

IT IS THEREFORE ORDERED:

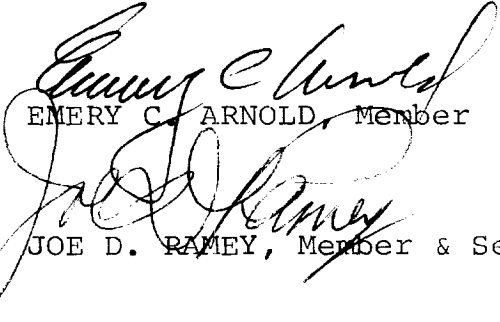
(1) That the supervisor of the Commission's District office at Hobbs is hereby authorized to grant a capacity allowable to the Continental Oil Company Pearl "B" Well No. 4, located in Unit N of Section 25, Township 17 South, Range 32 East, NMPM, Maljamar Grayburg-San Andres Pool, Lea County, New Mexico.

(2) 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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