

*Entered July 7, 1959
L.H.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. 1195
Order No. R-972-F

APPLICATION OF GRARIDGE CORPO-
RATION FOR AN ORDER AUTHORIZING
CAPACITY ALLOWABLES FOR THREE
WELLS IN THE PROJECT AREA OF ITS
WATER FLOOD PROJECT IN THE
CAPROCK-QUEEN POOL, LEA AND
CHAVES COUNTIES, NEW MEXICO

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 8 o'clock a.m. on June 24, 1959, at Santa Fe, New Mexico, before Elvis A. Utz, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 1st., day of July, 1959, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Elvis A. Utz, 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, Graridge Corporation, is the operator of a water flood project in the Caprock-Queen Pool, Lea and Chaves Counties, New Mexico.

(3) That said water flood project has caused an increase in the producing capacity of three wells in the project area to the extent they are now capable of producing in excess of the top unit allowable for the Caprock-Queen Pool.

(4) That permission is sought to produce the following-described wells at capacity, on the ground that the production from a water flood project cannot be curtailed without causing a reduction in the ultimate recovery of oil: