5576: GEORGE D. RIGGS FOR A WATERFLOOD PROJECT, EDDY COUNTY, NEW MEXICO

Court & How 5

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CASE NO.

5576

APPlication, Transcripts, Small Exhibits,

ETC.

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. 5576 Order No. R-5122

APPLICATION OF GEORGE D. RIGGS FOR A WATERFLOOD PROJECT, EDDY COUNTY, NEW PXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on November 5, 1975, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 17th day of November, 1975, 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, George D. Riggs, seeks authority to institute a waterflood project on his Hughes Federal, Malco, and Mayfield Federal Leases in the Saladar-Yates Pool by the injection of water into the Yates formation through his Hughes-Federal No. 4, Malco No. 2 and Mayfield-Federal No. 4 wells located, respectively, in Units F, L, and O of Soction 33, Township 20 South, Range 28 East, NMPM, Eddy County, New Mexico.
- (3) That the applicant proposes to inject water into said wells by gravity pressure only.
- (4) That the applicant should file an analysis of the supply water and a report of water treatment.
- (5) That the wells in the project area are in an advanced state of depletion and should properly be classified as "stripper wells.
- (6) That the proposed waterflood project should result in the recovery of otherwise unrecoverable oil, thereby preventing waste.

-2-Case No. 5576 Order No. R-5122

- (7) That the operator should take all steps necessary to ensure that the injected water enters only the proposed injection interval and is not permitted to escape to other formations or onto the surface from injection, production, or plugged and abandoned wells.
- (8) 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, George D. Riggs, is hereby authorized to institute a waterflood project on his Hughes Federal, Malco, and Mayfield Federal Leases in the Saladar-Yates Pool by the injection of water by gravity pressure only into the Yates formation through the following-described wells in Section 33, Township 26 South, Range 28 East, NMPM, Eddy County, New Mexico:

Hughes-Federal No. 4, Unit F Malco No. 2, Unit L Mayfield-Federal No. 4, Unit O

- (2) That injection into each of said wells shall be through internally coated tubing, set in a packer which shall be located within the casing as near as practicable to the casing shoe; that the casing-tubing annulus of each injection well shall be loaded with an inert fluid and equipped with an approved pressure gauge or leak detection device. Internal coating of the tubing shall not be required if the injected fluid is treated on a continuing basis to prevent corrosion.
- (3) That the operator shall immediately notify the supervisor of the Commission's Artesia district office of the failure of the tubing or packer in any of said injection wells, the leakage of water or oil from around any producing well, or the leakage of water or oil from any plugged and abandoned well within the project area and shall take such timely steps as may be necessary or required to correct such failure or leakage.
- (4) That the operator shall file with the Supervisor of the Artesia District Office of the Commission within 30 days of the date of initial water injection a report showing analysis of the supply water, a report of water treatment processes or chemicals to be used, and a sketch of the treatment facilities.
- (5) That the subject waterflood project is hereby designated the Riggs-Saladar Waterflood Project and shall be governed by the provisions of Rules 701, 702, and 703 of the Commission Rules and Regulations.

-3-Case No. 5576 Order No. R-5122

- (6) 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.
- (7) 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

Thick. Luceso

ENERY O ARNOLD Member

DOE D. RAMEY, Member & Secretary

SEAL

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NEW	MEXICO	OIL	CONSERVATION	COMMISSION	
£	EXA	AMINI	ER HEARING		

EXAMINER HEARING

SANTA FE , NEW MEXICO

Hearing Date NOVEMBER 5, 1975 TIME: 9:00 A.M.

John Seerey John Limns Tom Kellahin Mobili Mobili

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LOCATION

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BEFORE THE NEW MEXICO OIL CONSERVATION CO Santa Fe, New Mexico November 5, 1975	MMISSION	
EXAMINER HEARING		
IN THE MATTER OF:))	
Application of George D. Riggs for a waterflood project, Eddy County, New Mexico.))))	CASE 5576
BEFORE: Richard L. Stamets, Examiner		

APPEARANCES

TRANSCRIPT OF HEARING

For the New Mexico Oil Conservation Commission:

William F. Carr, Esq.
Legal Counsel for the Commission
State Land Office Building
Santa Fe, New Mexico

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(4°)

sid morrish reporting service

General Court Reporting Service
825 Calle Mejia, No. 122, Santa Fe, New Mexico 87501
Phone (505) 982-9212

INDEX Page GEORGE D. RIGGS Examination by Mr. Stamets EXHIBIT INDEX Page Applicant's Exhibit No. One, Sketch Applicant's Exhibit No. Two, Sketch Applicant's Exhibit No. Three, Sketch

gravity head.

	Page3
	MR. STAMETS: The Hearing will come to order,
please.	
	We will call first, Case 5576.
	MR. CARR: Case 5576, Application of George D. Riggs
for a wate	erflood project, Eddy County, New Mexico.
	MR. STAMETS: Call for appearances in this Case.
Would you	state your name for the record, sir?
	MR. RIGGS: George D. Riggs.
	MR. STAMETS: And you are the applicant in this
Case?	
 N	MR. RIGGS: Yes.
	MR. STAMETS: And you are the owner of the wells
in question	on, and the operator?
	MR. RIGGS: I have a quarter interest and operate
this prope	erty.
	MR. STAMETS: You have been operating these wells
for how m	any years?
	MR. RIGGS: Since 1956.
•	MR. STAMETS: What do you propose in this
Application	on, Mr. Riggs?
	MR. RIGGS: To put three wells to water flood.
	MR. STAMETS: Now, how much water do you intend
to put in	the ground in these wells?
	MR. kIGGS: Whatever they will take under a

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MR. STAMETS: Okay, so you don't intend to put any pressure on them? MR. RIGGS: No pressure, no.

MR. STAMETS: What's the source of your water?

MR. RIGGS: The water in each well is about fiftyfive feet in the sand.

MR. STAMETS: Is this water at fifty-five feet the only fresh water in the area?

MR. RIGGS: It's the only fresh water in the area and it's not fresh, its gyp water.

MR. STAMETS: Are all of the wells in your project, 12 the injection wells and the producing wells, cemented through 13 this water section?

MR. RIGGS: Yes, all of them.

MR. STAMETS: To your knowledge are there any plugged and abandoned wells in this area which have not been properly plugged off in the injection interval?

MR. RIGGS: No, there are not.

MR. STAMETS: What type of surface facilities will you have there for handling the water?

MR. RIGGS: None as yet, I haven't started the project until I get approval of it.

MR. STAMETS: What did you have in mind in the way of storage tanks? Do you intend to have a central tank and then flow lines?

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MR. RIGGS: Well, there would be a central tank for
two of them that are fairly close together and another tank
for the one on the south end and a proper filtering, depending
on the report from the chemical engineer that I have tentatively
on the job.

MR. STAMETS: Then the head of water that you would have in the tank would be the pressure that would go to the formation?

MR. RIGGS: I don't understand that.

MR. STAMETS: You have a tank and it would be filled with water and the weight of the water going through the flow line would be all of the pressure that you would have?

MR. RIGGS: Yes.

MR. STAMETS: Now, you have previously handed me,
Mr. Riggs, three exhibits which are labeled One, Two and
Three and these appear to be sketches of the three injection
wells, is that right?

MR. RIGGS: Yes.

MR. STAMETS: I was looking at the Exhibit Number One of the Hughes Number Four well and it would appear that the casing is landed just below six hundred and forty feet?

MR. RIGGS: That's right.

MR. STAMETS: And then the tubing is set on a packer at six hundred and seventy feet in open hole, is

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that correct?

MR. RIGGS: That's right.

MR. STAMETS: Have you been able to test this seal or have you done this work yet?

MR. RIGGS: This work is not done, no, that is proposed work.

MR. STAMETS: Okay. Normally, Mr. Riggs, we require that the annular space between the tubing and the casing be filled with a fluid and a pressure gauge put on there to determine whether or not there are any leaks. In your system would that be possible or would the fluid Simply leak off into the formation between the packer and the base of the casing?

MR. RIGSS: Well, there is no place for it to leak to that I know of.

MR. STAMETS: Are the formations there very tight and permeable above the packer?

MR. RIGGS: Yes, there is no fluid at all until that sand below that line where I propose to set the pipe, set the tubing packer.

MR. STAMETS: If it were required, Mr. Riggs, would it cause you any problem if you had to put the packer in the base of the casing instead of an open hole?

MR. RIGGS: No, no mechanical problem. I don't believe it would be as good a job, though.

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MR. STAMETS: Why is that?

MR. RIGGS: There are some other formations below there that -- I don't believe they would take any water, but it's a possibility.

MR. STAMETS: Looking at Exhibit Number Two and Exhibit Number Three -- well, Exhibit Number Two shows more or less the same type of a set-up. Exhibit Number Three shows that the packer will be located in the base of the casing, is that correct?

MR. RIGGS: Yes, that casing is located in that same lime formation.

MR. STAMETS: What type of tubing do you intend to use in this system?

MR. RIGGS: Two inch offset.

MR. STAMETS: Just plain steel tubing?

MR. RIGGS: Yes, just regular offset tubing.

MR. STAMETS: Do you know at this time if you will be treating the water for corrosion to prevent corrosion of the tubing?

MR. RIGGS: What's that?

MR. STAMETS: Will you be treating the water that's being injected to prevent corrosion?

MR. RIGGS: Yes, if my chemical report requires it, and I think it should.

MR. STAMETS: Would you be willing to file the

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REPORTER'S CERTIFICATE

I, SIDNEY F. MORRISH, a court reporter, do hereby certify that the foregoing and attached Transcript of Hearing before the New Mexico Oil Conservation Commission was reported by me, and the same is a true and correct record of the said proceedings to the best of my knowledge, skill and ability.

Sidney F. Morrish, Court Reporter

I do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 5576 acard by me on 1975.

Leave Mexico Cil Conservation Commission

sid morrish reporting service

General Court Reporting Service
125 Calle Mejia, No. 122, Santa Fe, New Mexico 87501
Physic (505) 982-971

sid morrish reporting service
General Court Reporting Service
825 Calle Mejia, No. 122, Santa New Mexico 87501

Page	1

BEFORE THE NEW MEXICO ŐIL CONSERVATION COMMISSION Santa Fe, New Mexico October 22, 1975

EXAMINER HEARING

IN THE MATTER OF:

Application of George D. Riggs for a waterflood project, Eddy County, New Mexico.

CASE

BEFORE: Daniel S. Nutter, Examiner.

TRANSCRIPT OF HEARING

APPEARANCES

For the New Mexico Oil Conservation Commission:

Thomas Derryberry, Esq.
Legal Counsel for the Commission
State Land Office Building
Santa Fe, New Mexico

Sid morrish reporting service

General Court Reporting Service
825 Calle Mejia, No. 122, Santa Fe, New Mexico 87501

Phone (505) 982-9212

MR. NUTTER: We will call the next Case, 5576.

MR. DERRYBERRY: Case 5576, application of George

D. Riggs for a waterflood project, Eddy County, New Mexico.

Mr. Examiner, the Commission has received a request from Mr. Riggs to continue the Case to November 5th.

MR. NUTTER: Case Number 5576 will be continued to the Examiner Hearing scheduled to be held at this same place at nine o'clock A.M., November 5, 1975.

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REPORTER'S CERTIFICATE

I, SIDNEY F. MORRISH, a court reporter, do hereby certify that the foregoing and attached Transcript of Hearing before the New Mexico Oil Conservation Commission was reported by me, and the same is a true and correct record of the said proceedings to the best of my knowledge, skill and ability.

Sidney F. Morrish, Court Reporter

a complete record of the proceedings in the Examiner hearing of Case No. 5576.

beard by me on 1925

New Mexico Oil Conservation Commission

sid morrish reporting service

General Court Reporting Service
825 Calle Mejia, No. 122, Santa Fe, New Mexico 87501
Phone (505) 982-9212



Carlsbad, New Mexico 29 Sept. 1975

New Mexico Cil Conservation Commission P.O. Box 2088
Senta Pe, New Mexico 87501

Application is hereby made for the original authority to inject water into the Yates sand formation of the Saladar-Yates field for the purpose of secondary recovery of oil.

Enclosed are:

- A plat showing the location of the proposed injection wells and other wells in the field. There no other wells in the 2 mile radius area which produce from the Yates sand.
- 2 Sample logs of two of the proposed injection wells.
- 3 A diagram to show the relation of casing, tubing, packer and the injection zone.
- The injection zone is a send in the Yates formation at a depth of about 650 feet. The fluid to be injected will be water from a lease water well which is 55 feet deep.

DOCKET MAILED

Geo. D. Riggs Operator

P.O. Box 116

Date 10/27/75

Carlsbad, NM 88220

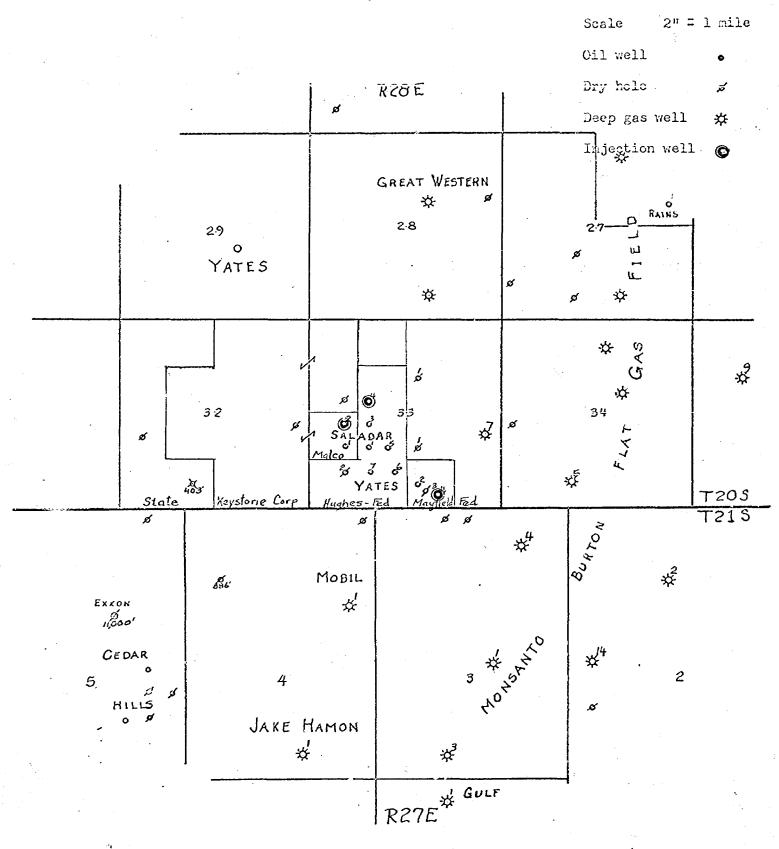
Date 10 141 75

Ges. D. Riggs

SALADAR - YATES FIELD

Sec 33 T 20 S R 28 E

Eddy County NM



SAMPLE LOG

Geo. D. Riggs

#4 Mayfield-Fedral LC 052254 Sec 33, 203-28E 330 ft from S line 1753 ft from East line Elev. 3195 rig floor

	Depth	Sample Description
Sur	to 78	surface sand and olay, unconsolidated
78		red beds and fine red sand, some gyp
275		red beds and gyp some red sand
383	1,36	salt with few gyp streaks some red clay
436		gyp and anhydrite Top Fletcher 436
440	460	anhydrite dense, hard
460	464	dolomite, brown, anhydritic Top Tansill 460
1,60	1,66	anhydrite, soft, some sandy shale
466		dolomite, gray hard
472	1,71;	shale, blue gray silty
474	478	dolomite, gray hard
478	483	shale, fine sandy, gray
484	491	dolomite, gray with some anhydrite
491	493	shale, gray silyy
493	50 1	dolomite, hard gray
501	504	shale, green gray with thin dolomite beds
504	515	shale, red some anhydrite
515.	520	anhydrite, gray silty
520	539	dolomite, lite gray, hard
539	- 549	dolomite lite tan and gray, hard
549	557	dolomite and anhydrito
557		dolomite, gray, hard
559	565	dolomite and anhydrite some gray shale
565	578	anhydrite, white granular
578	585	
585	589	
539	592	dolomite, lite brown
592	59 7	enhydrite, white grenuler
597	607	dolomito, gray hard
607	603	
808	612	
612	618	anhydrite, lite dolomite, some shale Top Yates 612
618	622	enhydrite, shale and dolomite
622	624	dolomite, lite gray
624	636	sand, fine gray
635	638	
ي زن	659	sand, fine gray show oil 642-44; 650-52
659	664	dolomite, lite gray
664	672	sand, fine gray
672	677	dolomite, lite gray
677	690	
680	698	sand, fine gray
886	694,	
694	728	send, limy, tite
728	730	

September 22, 1964

L 15,

SAMPLE LOG

Ceo. D. Riggs

#4, Hughes Fedral, N.M. 03277
Soc 33, T 20 S; R 20 E
2310 ft. from N, 1650 ft. from W
Elev. 3203.6 rig floor

Đ	diqe		Semple description
		187	7º surface pipe
187		195	gyp
101	_	265	red sand and clay, some gyp streaks
277 260	40	278	gyp, white
200	_	290	red send, fine some Eyp
270 290	_	320	gyp and red bads
		340	fine red send
		360	gyp, some red clay
360 - 200		". <u> </u>	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1
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510		530	$\mathbf{n} = \mathbf{n} = \mathbf{n} = \mathbf{n} = \mathbf{n}$
520			n n 80 n 15 fine gray silt 5
530		537	groy dolo 35; sendy gray shale 65
537			men dela end havd sibVdTlVd
550		589	
529		600	gray dolo and anhydrico
600		ó15	brown stained delocate, hard
61.5		642	gray sand 15, anhy, 25, dolo60
61.2		655	white granular anhydrite
655			Willia Grander gulo
657		660	lite gray dolo
660		669	fine grey sand
66 9		671	lite gray dolo sand oil 677-81, 688-95
672		705	lite gray dolomito, some pyrite. T. D.
705	-	707	Tike Gish colourned come Mirror

Dec. 4, 1956

Geo. D. Figgs

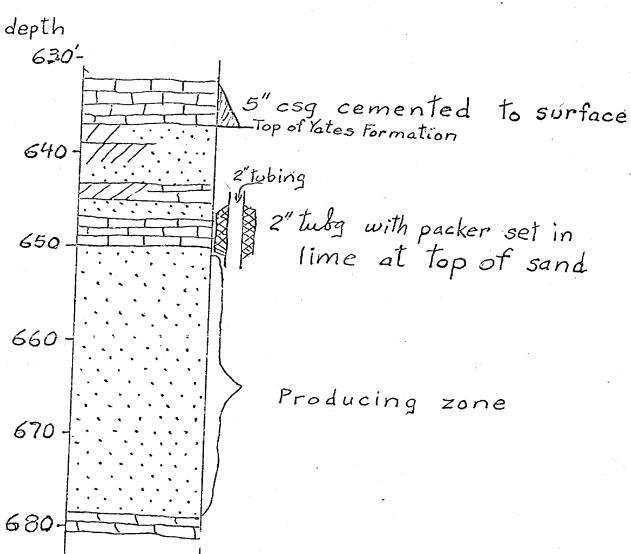
SALADAR - YATES FIELD

Sec 33 T208 R28E

Eddy County NM

Diagram of:

Casing, tubing & producing zone





STATE OF NEW MEXICO

F. O. BOX 2088 - SANTA FE 87501

OIL CONSERVATION COMMISSION

DIRECTOR JOE D. RAMEY

LAND COMMISSIONER PHIL R. LUCERO November 18, 1975



STATE GEOLOGIST EMERY C. ARNOLD

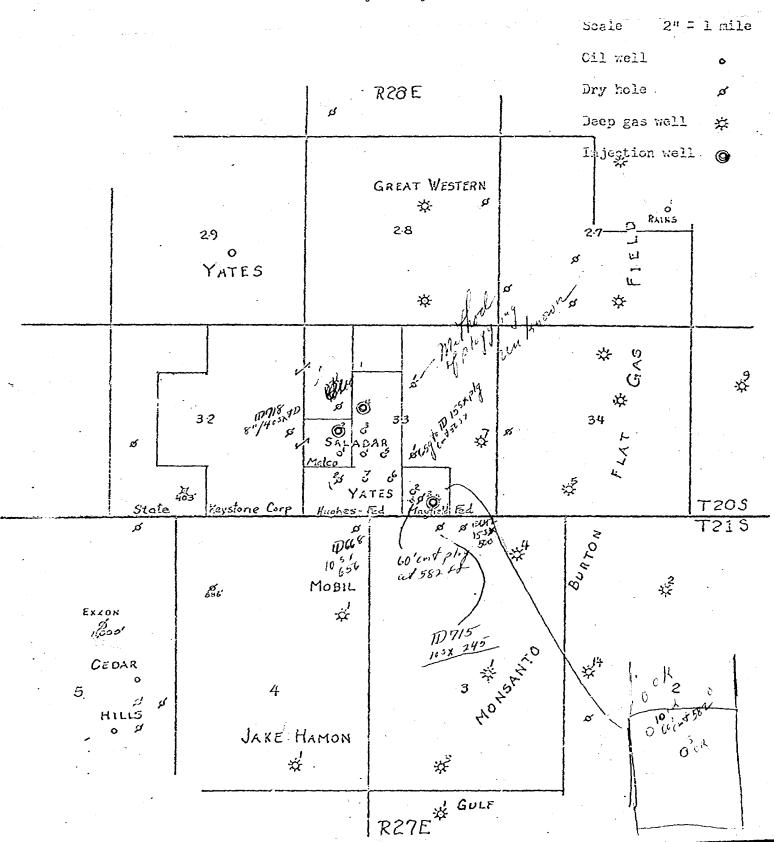
Re: George D. Riggs	CASE NO. 5576 ORDER NO. R-5122
Box 116	ORDER HO.
Carlsbad, New Mexico	
•	Applicant:
	George D. Riggs
Dear Sir:	
Enclosed herewith are two co Commission order recently en	pies of the above-referenced tered in the subject case.
Yours very truly, JOE D. RAMEY Director	
JDR/fd	
Copy of order also sent to:	
Hobbs OCC x	· · · · · · · · · · · · · · · · · · ·
Artesia OCC x	
Aztec OCC	
Other	

Case 5576

SALADAR - YATES FIELD

Sec 33 T 20 S R 28 E

Eddy County NI



Mobil Oil Corporation

P.O. BOX 633 MIDLAND, TEXAS 79701

November 4, 1975

Oil Conservation Commission P. O. Box 2088
Santa Fe, New Mexico 87501

Attention: Mr. R. L. Stamets

NOV - 6 1975

OIL CONSERVATION COMM.
Santa Fe

RE: C-125 GAS WELL SHUT-IN PRESSURE REPORT

Dear Sir:

Please refer to your letter dated October 27, 1975 concerning the subject report.

The Marshall Com #9C - Crinkard Field - was submitted on 10-1-75 (copy attached).

If additional information is required, please advise.

Yours very truly,

COT/jm

cc: NMOCC-Hobbs

(Mrs.) Christine O. Tucker Authorized Agent

NEW MEXICO OIL CONSERVATION COMMISSION GAS WELL SHUT-IN PRESSURE REPORT

Proc. C-F15 Revised 1-1-65

Cperator	Address P.	O. Bo	× 1800		157	ာ း !		- Propi	у	
Mobil Oil Corporation	Ho	bbs, N	M 8824	0		Drinkar	<u>d</u>		Lea	
		Γ	1.054	TION		DATE PRESS.	TIME S.I.	S.I. PRESSÚRE	S.I. PRESSURE	P=EE:
LEASE	WELL NO.	UNIT	SEC.	TWP.	RGE:	RUN	HRS. MIN.	PSIG (DWT)	PSIA	DATE
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Brunson Argo	9	В	9	22	37	1-31-75	74.0	742.0	755.2	1-24-72
Brunson Argo	10	G	9	22	37	4-14-75	72.0	622.0	635.2	6-10-7-
Brunson Argo	12	н	9	22	37	4-14-75	72.3	882.0	895.2	6-10-74
Brunson Argo T	13	A	9	22	37	3-17-75	73.0	818.0	831.2	1-31-7-
Brunson Argo LT	15	F	10	2,2	37	2-13-75	71.5	1148.0	1161.2	1-31-7-
Brunson Argo	17	D	10	22	37	4-14-75	72.5	532.0	545.2	5-31-7-
Brunson Argo	18	С	10	22	37	4-14-75	73.0	512.0	525.2	1-31-7-
Long	3	0	11	22	37	1-16-75	73.0	1047.0	1060.2	
Long	6	Р	11	22	37	1~23~75	74.3	1006.0	1019.2	1-24-7-
Long	7	I	11	22	37	9-11-75	69.3	530.0	543.2	6-10-7-
Marshall Com T	3	D	34	21	37	4-7-75	69.8	645.0	658.2	5-31-74
Marshall Unit	6	E	34	21	37	1-20-75	73.8	969.0	982.2	9-12-7-
Marshall Com	9	С	34	21	37	7-10-75	69.0	682.0	695.2	5-31-7.4
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I hereby certify that the above information is true and complete to the best of my knowledge and Seller Seller RULE 402
Signature Title Director-Production Evalution Date 10-1-75

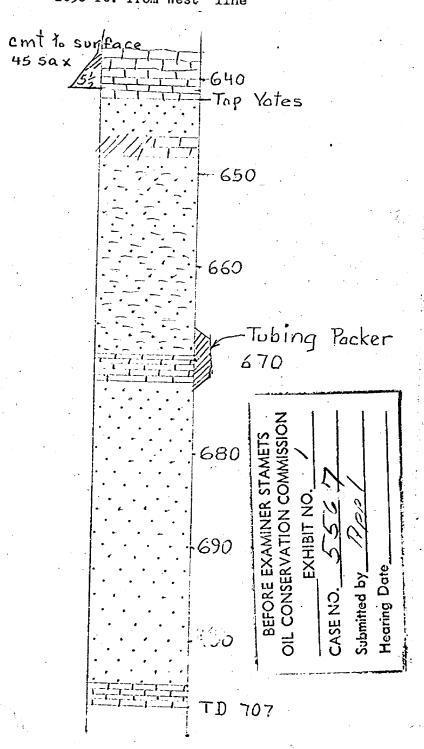
Hughes #4
33, 20-28
2310/N
1650/W Elev. 3203.6 Spd 8-30-56 187'T'/85x (plug 153t 183) Red beds, gyp, sand Salt, anhy, red beds Anhy .Ocotillo Lime, anhy 14 +2562 ts +2534 T.D. 707 in lime 7½"-187' cmtd 5/2-641 cmt. to suf.

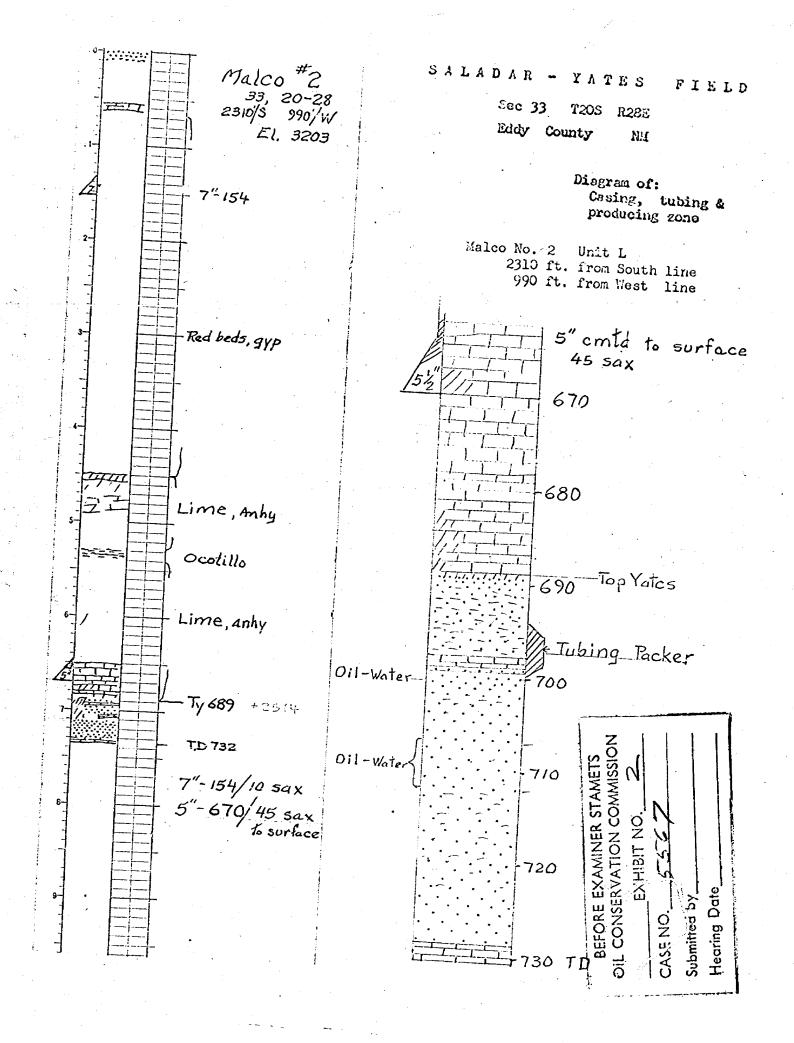
SALADAR - YATES FIELD

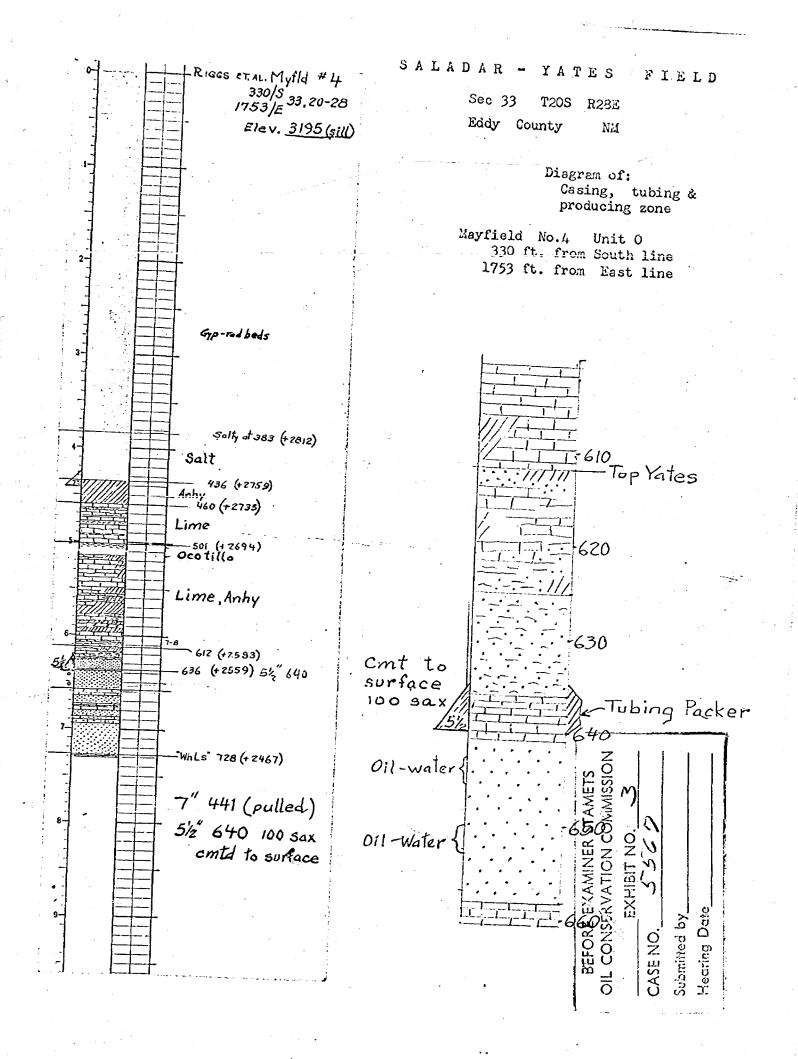
Sec 33 T2OS R28E Eddy County NM

> Diagram of: Casing, tubing & producing zone

Hughes No. 4 Unit F
2310 ft. from North line
1650 ft. from West line







Dockets Nos. 29-75 and 30-75 are tentatively set for hearing on November 19 and December 3, 1975. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEARING - WEDNESDAY - NOVEMBER 5, 1975

9 A.M. - OIL CONSERVATION COMMISSION CONFERENCE ROOM, STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

The following cases will be heard before Richard L. Stamets, Examiner or Daniel 5. Nutter, Alternate Examiner:

CASE 5533: (Continued from September 24, 1975 Examiner Hearing)

Application of Southern Union Production Company for compulsory pooling, Chaves County, New Mexico. Applicant, in the abovestyled cause, seeks an order pooling all mineral interests in the Ellenburger formation underlying the N/2 of Section 21, Township 12 South, Range 26 East, Chaves County, New Mexico, to be dedicated to a well to be drilled at an orthodox location in Unit 7 of said Section 21. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision. Also to be considered will be the designation of the applicant as the operator of the well and a charge for the risk involved in drilling said well.

MSI 5565: (Continued from October 8, 1975 Examiner Hearing)

Application of Atlantic Richfield Company for a waterflood project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project in the Vacuum Grayburg-San Andres Pool by injection of water through seven wells on its State "B" and State "C" Leases, six of said wells being converted producers located in Units C, E, I, K, M, and O of Section 32, Township 17 South, Range 34 East, Lea County, New Mexico, and the seventh being a new well drilled at an unorthodox location 250 feet from the South line and 2250 feet from the West line of said Section 32. Applicant further seeks an administrative procedure whereby the project area could be expanded and additional wells at standard and non-standard locations put on injection and production.

CASE 5176: (Continued from October 22, 1975 Examiner Hearing)

Application of George D. Riggs for a waterflood project, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project in the Saladar-Yates Pool by the injection of water through his Hughes-Federal No. 4, Malco Well No. 2, and Mayfield Federal No. 4 Wells located, respectively, in Units F, L, and O of Section 33, Township 20 South. Range 28 East, Eddy County, New Mexico.

CASE 5578: Application of Mobil Oil Corporation for a non-standard gas proration unit, two unorthodox gas well locations, and simultaneous dedication, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval for the simultaneous dedication of a 320-acre non-standard gas proration unit comprising the W/2 SW/4 and the SE/4 SW/4 of Section 28, and the NW/4 and SW/4 NE/4 of Section 33, Township 21 South, Range 37 East, Eumont Gas Pool, Lea County, New Mexico, to its E. O. Parson Wells Nos. 4 and 22 located in Units N and L, respectively, of said Section 28.

CASE 5579: Application of Exxon Corporation for a unit agreement, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the Laguna Grande Unit Area comprising 7640 acres, more or less, of Federal, State, and fee lands in Township 23 South, Range 29 East, Eddy County, New Mexico.

CASE 5580: Application of Cities Service Oil Company for compulsory pooling and an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Pennsylvanian formation underlying the W/2 of Section 18, Township 22 South, Range 27 East, South Carlsbad Gas Field, Eddy County, New Mexico, to be dedicated to a well to be drilled at an unorthodox location 1650 feet from the South line and 1980 feet from the West line of said Section 18. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof, as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the well and a charge for risk involved in drilling said well.

CASE 5531: In the matter of the hearing called by the Oil Conservation Commission on its own motion to permit Astro-Tex Oil Corporation of New Mexico, American Employers' Insurance Company and all other interested parties to appear and show cause why the Cain Well No. 2 located in Unit J of Section 22, Township 15 North, Range 33 East, NMPM, Harding County, New Mexico, should not be plugged and abandoned in accordance with a Commission-approved plugging program.

CASE 5582: Southeastern New Mexico nomenclature case calling for an order for the creation and extension of certain pools in Eddy, Lea, and Chaves Counties, New Mexico.

(a) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Morrow production and designated as the Bass-Morrow Gas Pool. The discovery well is the Perry R. Bass Big Eddy Unit Well No. 39 located in Unit G of Section 29, Township 21 South, Range 28 East, NNPM. Said pool would comprise:

TOWNSHIP 21 SOUTH, RANGE 28 EAST, NMPM Section 29: E/2

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(b) CREATE a new pool in Eddy County, New Mexico, classified as an oil pool for Cherry Canyon production and designated as the South Carlsbad-Cherry Canyon Pool. Further to assign approximately 16,275 barrels of oil discovery allowable to the discovery well, the Belco Petroleum Company Martin Com Well No. 2, located in Unit F of Section 20, Township 22 South, Range 27 East, NMPM. Said well was completed September 12, 1975. The top of the perforations is at 3255 feet. Said pool would comprise:

TOWNSHIP 22 SOUTH, RANGE 27 EAST, IMPM Section 20: NW/4

(c) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Wolfcamp production and designated as the Corral Draw-Wolfcamp Gas Pool. The discovery well is the Mobil Oil Corporation Corral Draw Unit Well No. 2 located in Unit K of Section 22, Township 25 South, Range 29 East, NMPM. Said pool would comprise:

TOWNSHIP 25 SOUTH, RANGE 29 EAST, NMPM Section 22: SW/4

(d) CREATE a new pool in Eddy County, New Mexico, classified as a gas pool for Wolfcamp production and designated as the Phantom Draw-Wolfcamp Gas Pool. The discovery well is the Texas Pacific Oil Company, Inc. Phantom Draw Unit Well No./1, located in Unit M of Section 20, Township 26 South, Range 31 East, NMPM. Said pool would comprise:

TOWNSHIP 26 SOUTH, RANGE 31 EAST, NMPM Section 20: SW/4

(e) CREATE a new pool in Lea County, New Mexico, classified as an oil pool for Bone Springs production and designated as the Sand Dunes-Bone Springs Pool. The discovery well is the Skelly Oil Company Federal Sand 18 Well No. 1, located in Unit H of Section 18, Township 23 South, Range 32 East, NMPM. Said pool would comprise:

TOWNSHIP 23 SOUTH, RANGE 32 EAST, NMPM Section 18: E/2

(f) EXTEND the Atoka-Pennsylvanian Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 26 EAST, NMPM Section 1: W/2 Section 3: E/2

(g) EXTEND the South Bell Lake-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 24 SOUTH, RANGE 34 EAST, NMPM

Section 6: \$/2 Section 7: N/2 (h) EXTEND the Elinebry Oil and Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM Section 27: NW/4

(i) EXTEND the Casey-Strawn Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 37 EAST, NMPM Section 34: NW/4

(j) EXTEND the East Carlsbad-Wolfcamp Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 27 EAST, NMPM Section 1: NE/4

(k) EXTEND the Cemetary-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 25 EAST, NMPM Section 28: N/2

(1) EXTEND the Double L-Queen Associated Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 14 SOUTH, RANGE 30 EAST, NMPM Section 32: SE/4
Section 33: SW/4

(m) EXTEND the Drinkard Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 21 SOUTH, RANGE 37 EAST, NMPM Section 18: NE/4

(n) EXTEND the Indian Draw-Delaware Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 28 EAST, NMPM Section 18: S/2 NE/4 & E/2 SW/4

(o) EXTEND the West Knowles-Drinkard Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 16 SOUTH, RANGE 37 EAST, NMPM Section 35: NW/4

(p) EXTEND the Langlie Mattix Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 24 SOUTH, RANGE 36 EAST, NMPM Section 3: NW/4

(\dot{q}) EXTEMB the Llano-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 11 SOUTH, RANGE 35 EAST, NMPM Section 31: NE/4

(r) EXTEND the Penasco Draw San Andres-Yeso Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 19 SOUTH, RANGE 24 EAST, NMPM Section 1: SE/4 SW/4

(s) EXTEND the Red Tank-Morrow Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 32 EAST, NMPM Section 17: All

(t) EXTFND the Sand Dunes-Morrow Gas Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 23 SOUTH, RANGE 31 EAST, NMPM Section 25: W/2

(u) EXTEND the Shugart Pool in Eddy County, New Mexico, to include therein:

TOWNSHIP 18 SOUTH, RANGE 31 EAST, NMPM Section 23: E/2 SW/4

(v) EXTEND the Tom Tom-San Andres Pool in Chaves County, New Mexico, to include therein:

TOWNSHIP 7 SOUTH, RANGE 31 EAST, NMPM Section 27: SE/4

(w) EXTEND the Tres Papalotes-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 14 SOUTH, RANGE 34 EAST, NMPM Section 28: SE/4

(x) EXTEND the Tulk-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 14 SOUTH, RANGE 32 EAST, NMPM Section 27: NW/4

(y) EXTEND the North Vacuum-I bo Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 16 SCUTH, RANGE 34 EAST, NMPM Section 35: SE/4

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM Section 2: E/2

(z) EXTEND the Vada-Pennsylvanian Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 9 SOUTH, RANGE 33 EAST, NMPM Section 3: SE/4

(aa) EXTEND the Wantz-Granite Wash Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 22 SOUTH, RANGE 37 EAST, NMPM Section 1: NE/4

TOWNSHIP 22 SOUTH, RANGE 38 EAST, NMPM Section 19: SE/4

(bb) EXTEND the Warren-Tubb Gas Pool in Lea County, New Mexico, to include therein:

TOWNSHIP 20 SOUTH, RANGE 38 EAST, NMPM Section 34: NW/4

CASE 5576:

Application of George D. Riggs for a waterflood project, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project in the Saladar-Yates Pool by the injection of water through his Hughes-Federal No. 4, Malco Well No. 2, and Mayfield-Federal No. 4 Wells located, respectively, in Units F, L, and O of Section 33, Township 20 South, Range 28 East, Eddy County, New Mexico.

GASE: 5527:

Application of Atlantic Richfield Company for amendment of Order No. R-4549, as amended, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the amendment of Order No. R-4549, as amended, which order approved the institution of the Empire-Abo Pressure Maintenance Project in the Empire-Abo Unit Area, Eddy County, New Mexico, and established rules for the operation of said project Applicant seeks the amendment of said rules to permit the injection of non-Abo gas and to establish a separate non-Abo gas bank for said project.

dr/

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. 5576

APPLICATION OF GEORGE D. RIGGS

EDDY FOR A WATERFLOOD PROJECT,

COUNTY, NEW MEXICO.

Order No. R- 5/22

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on October 19 75, at Santa Fe, New Mexico, before Examiner, Daniel

Notter Tichory L. STOMETS.

NOW, on this day of <u>Getober</u>, 1975, 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, George D. Riggs seeks authority to institute a waterflood project on its They he steeling Pool by the injection of water into the Yates Town 20 South , Range 28 East , NMPM, Eddy

Federal No.

County, New Mexico.

- (5) That the wells in the project area are in an advanced state of depletion and should properly be classified as "stripper" wells.
- (b) That the proposed waterflood project should result in the recovery of otherwise unrecoverable oil, thereby preventing waste.

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That the operator should take all steps necessary to ensure that the injected water enters only the proposed injection interval and is not permitted to escape to other formations or onto the surface from injection, production, or plugged and abandoned wells.

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:

That the applicant, George D. Riggs is hereby authorized to institute a waterflood project on his Hughe Saladar-Yates Fiden Lease by the injection of Water finto the Yates formation through the following-described wells in Township 20-South Range County, New Mexico:

> Hughes-Federal No. 4, Unit F Malco Wall No. 2, Unit L Mayfield-Federal No. 4, Unit O

That injection into each of said wells shall be through internally coated tubing, set in a packer which shall be located within the Casinas near as practicable to the uppermost casing-tubing annulus of each injection well shall be loaded with an inert fluid and equipped with an approved pressure uge or attention attracting leak detection device, Inversal conting the Audity shall not be required if the injected fluid is treated (3) That the operator shall immediately notify the super-on. visor of the Commission's Artesia district office of the Company failure of the tubing or packer in any of said injection wells,

the leakage of water or oil from around any producing well, or the leakage of water or oil from any plugged and abandoned well within the project area and shall take such timely steps as may be necessary or required to correct such failure or leakage.

- (5) That the subject waterflood project is hereby designated the Rights Salado / Waterflood Project and shall be governed by the provisions of Rules 701, 702, and 703 of the Commission Rules and Regulations.
- (6) 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.
- (6) 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 many deem necessary.

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

(4) that the operator shall file
with the Superison of the Protecial
District office of the Commission
within 30 days of the date of
initial water injection a report showing
analysis of the supply water, a report
of water treatment processes or chemicals to
be used, and a sketch of the treatment
fooilities.