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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 THE STATE OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

> CASE NO. 1324 Order No. R-1073

APPLICATION OF GRARIDGE CORPORATION FOR AN ORDER AUTHORIZING CAPACITY PRODUCTION FOR ITS PILOT WATER FLOOD PROJECT IN THE CAPROCK-QUEEN POOL, LEA COUNTY, NEW MEXICO.

INTERIM ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on October 17, 1957, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this $(\underline{a})^{\underline{*}^{t}}$ day of October, 1957, the Commission, a quorum being present, having considered the application and the evidence adduced 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 Commission was unable to hear the abovestyled application in its entirety at the time the case was called for hearing.

(3) That in the interests of continuity and clarity of presentation, the subject application should be presented at an uninterrupted hearing.

(4) That it would be possible to conduct such a hearing commencing on October 28, 1957, and that the case should, therefore, be continued until that date.

(5) That the pilot water flood project authorized by Order No. R-972 dated April 5, 1957, in the Caprock-Queen Pool, Lea County, New Mexico, has caused an increase in the producing capacity in certain of the wells in said pilot area to the extent that said wells are now capable of producing in excess of the daily top unit allowable. -2-Case No. 1324 Order No. R-1073

(6) That there are eighteen (18) 40-acre proration units involved in the above-referenced pilot water flood project and that the description of said units is as follows:

SECTION 31, TOWNSHIP 12 SOUTH, RANGE 32 EAST, NMPM SW/4 NE/4, NE/4 SW/4, SE/4 SW/4, SW/4 SW/4, SW/4 SE/4, NW/4 SE/4, NE/4 SW/4, SE/4 SE/4, SECTION 32, TOWNSHIP 12 SOUTH, RANGE 32 EAST, NMPM SW/4 SW/4, SECTION 5, TOWNSHIP 13 SOUTH, RANGE 32 EAST, NMPM NW/4 NW/4, NE/4 NW/4, SW/4 NW/4, SECTION 6, TOWNSHIP 13 SOUTH, RANGE 32 EAST, NMPM

SECTION 6, TOWNSHIP 13 SOUTH, RANGE 32 EAST, NMPM NE/4 NE/4, NW/4 NE/4, SW/4 NE/4, SE/4 NE/4, NE/4 SE/4, NE/4 NW/4.

(7) That there are twelve (12) wells which are presently producing oil from the Caprock-Queen Pool within the pilot area, to-wit:

S. T. R.

Graridge Corporation	Caprock St. Well #5 NE/4 SE/4	6-13S-32E
Great Western	State "R" Well #2 NE/4 NW/4	5-13S-32E
Great Western	State "R" Well #3 SW/4 NW/4	5-13S-32E
Great Western	State "Q" Well #1 SW/4 SW/4	32-12S-32E
Graridge Corporation	Livermore St. "G" #4 SW/4 SE/4	31-12S-32E
Graridge Corporation	Livermore St. "G" #6 NE/4 SE/4	31-12S-32E
Graridge Corporation	Malco St. "A" Well #2 SW/4 NE/4	31-12S-32E
Graridge Corporation	Malco St. "A" Well #4 SW/4 SW/4	31-12S-32E
Graridge Corporation	Malco St. "A" Well #6 NE/4 SW/4	31-12S-32E
Graridge Corporation	Manry St. "A" Well #1 SW/4 NE/4	6-13S-32E
Gulf	Lea St. "A" Well #3 NE/4 NW/4	6-13S-32E
Gulf	Lea St. "B" Well #1 NE/4 NE/4	6-13S-32E

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(8) That the applicant requests that the eighteen (18) 40-acre proration units involved in the above-referenced pilot water flood project be assigned top unit allowables and that it be permitted to produce said allowables from any of the twelve above-mentioned producing wells.

(9) That all of the parties appearing in the subject case have stipulated to the above request.

IT IS THEREFORE ORDERED:

(1) That Case No. 1324 be continued until 9 o'clock a.m. on October 28, 1957, at Mabry Hall, State Capitol, Santa Fe, New Mexico.

(2) That the Commission proration manager be and the same is hereby authorized to assign each of the following described wells a daily allowable, the sum of which allowables shall not exceed 18 daily normal unit allowables:

		<u>S.T.R.</u>
Graridge Corporation	Caprock St. Well #5 NE/4 SE/4	6-13S-32E
Great Western	State "R" Well #2 NE/4 NW/4	5-13S-32E
Great Western	State "R" Well #3 SW/4 NW/4	5-13S-32E
Great Western	State "Q" Well #1 SW/4 SW/4	32-12S-32E
Graridge Corporation	Livermore St. "G" #4 SW/4 SE/4	31-12S-32E
Graridge Corporation	Livermore St. "G" #6 NE/4 SE/4	31-12S-32E
Graridge Corporation	Malco St. "A" Well #2 SW/4 NE/4	31-12S-32E
Graridge Corporation	Malco St. "A" Well #4 SW/4 SW/4	31-12S-32E
Graridge Corporation	Malco St. "A" Well #6 NE/4 SW/4	31-12S-32E
Graridge Corporation	Manry St. "A" Well #1 SW/4 NE/4	6-13S-32E
Gulf	Lea St. "A" Well #3 NE/4 NW/4	6-13S-32E
Gulf	Lea St. "B" Well #1 NE/4 NE/4	6-13S-32E

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(3) That this order shall continue in effect until such time as Case No. 1324 has been heard and a decision rendered thereon.

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

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

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EDWIN L. MECHEM, Chairman

MURRAY E. MORGAN, Member

L. PORTER, Jr., Member & Secretary

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