Entered Que 21, 1962

## 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. 2546 Order No. R-2243

APPLICATION OF THE BRITISH AMERICAN OIL PRODUCING COMPANY FOR A WATER-FLOOD PROJECT, LEA COUNTY, NEW MEXICO.

## ORDER OF THE COMMISSION

## BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on April 25, 1962, 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 <u>28th</u> day of May, 1962, 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 Jalmat Field-Yates Sand Unit has heretofore been approved by the Commission by Order No. R-2235; that the Jalmat Field-Yates Sand Unit Area comprises 2,680 acres in Township 22 South, Range 35 East, NMPM, Lea County, New Mexico, as more fully described in said order.

(3) That the applicant, The British American Oil Producing Company, seeks permission to institute a waterflood project in the Jalmat Field-Yates Sand Unit Area by the injection of water into the Yates formation of the Jalmat Pool initially through 16 wells located within said unit area.

(4) That the wells in the subject waterflood project are properly classified as "stripper" wells.

(5) That the subject application should be approved and should be made subject to the provisions of Rule 701.

(6) That restrictions should be imposed upon the method used to inject water in order to protect fresh water-bearing formations in the area.

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## IT IS THEREFORE ORDERED:

(1) That The British American Oil Producing Company is hereby authorized to institute a waterflood project in the Jalmat Field-Yates Sand Unit Area, located in Township 22 South, Range 35 East, NMPM, Lea County, New Mexico, by the injection of water initially through the following-described wells:

Amerada-State WE-J Well No. 2, Unit D, Section 11; Aztec-State J-10 Well No. 1, Unit P, Section 10; British American-Hull State "F" Well No. 1, Unit P, Section 11; British American-Hull State "F" Well No. 4, Unit H, Section 11; British American-Hull State "F" Well No. 5, Unit O, Section 11; British American-Hull State "F" Well No. 7, Unit J, Section 11; British American-Hull State "F" Well No. 10, Unit F, Section 11; British American-Hull State "F" Well No. 13, Unit B, Section 11; British American-New Mexico "B" Well No. 8, Unit B, Section 14; Carper Drilling Company-Randel "A" Well No. 5, Unit N, Section 2; Carper Drilling Company-Randel "C" Well No. 3, Unit N, Section 12; Carper Drilling Company-Randel "C" Well No. 4, Unit L, Section 12; Gulf-Janda "K" Well No. 2, Unit F, Section 14; Gulf-Janda "K" Well No. 3, Unit N, Section 14; Gulf-Janda "K" Well No. 5, Unit D, Section 14; and Gulf-Janda "K" Well No. 6, Unit L, Section 14.

(2) That the subject waterflood project shall be governed by the provisions of Rule 701.

(3) That water injection shall be accomplished either by injecting into all sands through one string of tubing under a packer or by injecting selectively through two strings of tubing under a packer; provided, however, that in the case of selective injection wells which are equipped with less than 5 1/2-inch pipe, selective injections may be made through one string of tubing under a packer and through the casing-tubing annulus in which case the casing must have been perforated and squeeze-cemented from total depth to the shoe of the surface string of casing.

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

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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

E. S. WALKER, Member U. L. Partur, h.

A. L. PORTER, Jr., Member & Secretary

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