BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

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C. J.P.

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

> CASE No. 2892 Order No. R-2566

APPLICATION OF CONTINENTAL OIL COMPANY FOR A WATERFLOOD PROJ-ECT, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on September 4, 1963, 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>llth</u> day of September, 1963, 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, Continental Oil Company, seeks authority to institute a waterflood project in the Baish Pool by the injection of water into the Yates formation through four wells in the NE/4 of Section 21, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico.

(3) That the wells in the project area are in an advanced state of depletion and should properly be classified as "stripper" wells.

(4) That the proposed waterflood project is in the interest of conservation and should result in recovery of otherwise unrecoverable oil, thereby preventing waste.

(5) That the subject application should be approved and the project should be governed by the provisions of Rule 701 of the Commission Rules and Regulations.

-2-CASE No. 2892 Order No. R-2566

IT IS THEREFORE ORDERED:

(1) That the applicant, Continental Oil Company, is hereby authorized to institute a waterflood project in the Baish Pool by the injection of water into the Yates formation through the following-described four wells in the NE/4 of Section 21, Township 17 South, Range 32 East, NMPM, Lea County, New Mexico:

> Baish "A" Well No. 10 to be located 990 feet from the North line and 990 feet from the East line

- Baish "A" Well No. 11 to be located 990 feet from the North line and 2310 feet from the East line
- Baish "A" Well No. 4 located 2310 feet from the North line and 2310 feet from the East line
- Baish "A" Well No. 3 located 2310 feet from the North line and 990 feet from the East line

(2) That the subject waterflood project shall be governed by the provisions of Rule 701 of the Commission Rules and Regulations, including the allowable provisions thereof, and including the provisions with respect to expansion of the waterflood project.

(3) That monthly progress reports of the waterflood project herein authorized shall be submitted to the Commission in accordance with Rules 704 and 1119 of the Commission Rules and Regulations.

(4) 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 QIL CONSERVATION COMMISSION CAMPBELI, Chairman JACK M. LUNE 1 12 WALKER, Member s. ann L. PORTER, Jr., Member & Secretary

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