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. 4641 Order No. R-4240

APPLICATION OF RESERVE OIL AND
GAS COMPANY FOR A WATERFLOOD
EXPANSION, LEA COUNTY, NEW
MEXICO.

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THE COMMISSION

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BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on January 5, 1972, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

a quorum being present, having considered the testimony; the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS: The state of the state o

- (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, Reserve Oil and Gas Company, seeks authority to expand its South Langlie Jal Unit Jalmat Water-flood Project in the Jalmat Oil Pool by the conversion to water injection of its Unit Well No. 23 located 2310 feet from the South line and 2310 feet from the West line of Section 17, Township 25 South, Range 37 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 expansion of the subject waterflood project should result in the recovery of otherwise unrecoverable oil, thereby preventing waste.

(5) That the subject application should be approved and the expanded 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, Reserve Oil and Gas Company, is hereby authorized to expand its South Langlie Jal Unit Jalmat Waterflood Project in the Jalmat Oil Pool by the injection of water into the Seven Rivers and Queen formations through its Unit Well No. 23 located 2310 feet from the South line and 2310 feet from the West line of Section 17, Township 25 South, Range 37 East, NMPM, Lea County, New Mexico.
- (2) That the expanded waterflood project shall be governed by the provisions of Rules 701, 702, and 703 of the Commission Rules and Regulations.
- (3) 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.
- (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
OIL CONSERVATION COMMISSION

BRUCE KING, Chairman

ALEX J. ARMIJO, Member

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