

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER CONCERNING
CAPACITY ALLOWABLES FOR A
WELL IN THE CAPROCK-QUEEN
POOL IN LEA COUNTY, NEW
MEXICO.

EMERGENCY ORDER NO. E-7

NOW, on this 20th day of February, 1958, the New Mexico Oil Conservation Commission, a quorum being present, having considered the application of Graridge Corporation for an Emergency Order and being fully advised in the premises,

FINDS:

(1) That Graridge Corporation was authorized by Order No. R-1073-A, dated November 13, 1957, to produce certain wells in a water flood project in the Caprock-Queen Pool at capacity, one of which is the Malco State "A" Well No. 2, located 1650 feet from the North line and 1650 feet from the East line of Section 31, Township 12 South, Range 32 East, NMPM, Lea County, New Mexico.

(2) That the applicant recently re-entered the said Malco State "A" Well No. 2, and found that the casing in said well has collapsed making it impossible to produce the well.

(3) That the applicant has drilled a substitute well in the same quarter-quarter section, being the Malco State "A" Well No. 9, located 2310 feet from the North line and 1650 feet from the East line of said Section 31.

(4) That the initial potential of the said Malco State "A" Well No. 9 was 109 barrels of oil per day.

(5) That there is a possibility that waste will occur if the production from the said Malco State "A" Well No. 9 is curtailed.

(6) That an emergency exists which requires the promulgation of an order, without notice and hearing, to eliminate the possibility of waste occurring as a result of a curtailment of the production from the said Malco State "A" Well No. 9.

(7) That a hearing should be held on March 6, 1958, to determine whether waste will actually result if the production from the said Malco State "A" Well No. 9 is curtailed.

(8) That in the event the applicant fails to prove that waste will be caused if the production from the said Malco State "A" Well No. 9 is curtailed, then any oil produced from said well in excess of the normal unit allowable shall be charged against future allowables for said well.

IT IS THEREFORE ORDERED:

(1) That the following described well be granted an allowable equal to its capacity to produce, effective February 20, 1958, to-wit:

Emergency Order No. E-7

S. T. R.

Graridge Corporation Malco State "A" Well No. 9 31 - 12S-32E, NMPM
2310 feet from the North
line and 1650 feet from the
East line

in the Caprock-Queen Pool, Lea County, New Mexico.

(2) That this order shall become effective at 7 o'clock a.m. Mountain Standard Time on February 20, 1958.

(3) That a hearing be held at 9 o'clock a.m. on March 6, 1958, to permit the applicant to appear and show cause why the above-referenced well should be granted capacity allowables.

(4) That in the event the applicant fails to prove that waste will be caused if the production from the above-described well is curtailed, then any oil produced from said well in excess of the normal unit allowable shall be charged against future allowables for said well.

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

M E Morgan

MURRAY E. MORGAN, Member

A L Porter, Jr.

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



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