

March 2, 1962

File: GHF-75-286.710.1 x 416

Subject: Request for Hearing
Southeast Cha Cha Unit
Cha Cha-Gallup Field
San Juan County, New Mexico

Mr. A. L. Porter, Jr. (3)
Secretary-Director
New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Dear Sir:

Pan American Petroleum Corporation respectfully requests that a hearing be docketed for the last Examiner Hearing to be held in March, 1962, to consider its application for approval of a Unit Agreement for the Southeast Cha Cha Unit, Cha Cha-Gallup Field, San Juan County, New Mexico, and also for permission to initiate a pressure maintenance project in this Unit. Pan American also requests that a separate hearing be docketed for the same hearing to consider its application for approval of a pressure maintenance project for the Cha Cha-Gallup Field underlying its Gallagos Canyon Unit, San Juan County, New Mexico. Orders similar to Commission's Order No. R-2026 which approved a pressure maintenance project for Pan American's Northeast Hogback Unit, Horseshoe-Gallup Field, San Juan County, New Mexico, will be requested for each of these projects.

Attached is a map showing the boundary of the Southeast Cha Cha Unit together with the location of proposed initial injection wells. The maintenance of pressure in this project is to be accomplished by the injection of water into the Gallup horizon of the Cha Cha Gallup Field at an approximate depth of 5700 feet. It is anticipated that initially approximately 800-1000 barrels of water per day will be injected into each injection well. Injection water will be obtained from the Morrison Formation through a Morrison well located in the Southeast Cha Cha Unit.

Also shown on the attached map is the portion of our Gallagos Canyon Unit to be flooded. Location of proposed injection wells for the Gallagos Canyon Unit project are denoted on the map. This project will also be carried out by injection of water from the Morrison Formation at a rate of 800-1000 barrels of water per day per well into the Gallup horizon occurring at a depth of approximately 5700 feet.

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Logs on the injection wells to be used in each of the two projects together with a description of the casing program utilized in the injection wells will be furnished by our Farmington office under separate cover.

Yours very truly,

KENNETH J. BARR
Division Engineer

CRM:bw
Attachment

VERITY, BURR & COOLEY
ATTORNEYS AND COUNSELORS AT LAW
SUITE 152 PETROLEUM CENTER BUILDING
FARMINGTON, NEW MEXICO

March 27, 1962

GEO. L. VERITY
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RAY B. JONES

TELEPHONE 325-1702

New Mexico Oil Conservation Commission
P O Box 871
Santa Fe, New Mexico

Gentlemen:

Attention: Mr. Dick Morris

re: Application of Pan American
for Pressure Maintenance,
case No. 2516

Please enter my appearance in the captioned case.
Mr. Kenneth A. Swanson of the Texas Bar will be
appearing with me in this matter and we would
appreciate your extending him the courtesies of an
out-of-state lawyer.

Very truly yours,

VERITY, BURR & COOLEY

By 
Geo. L. Verity

GLV:mts
cc: Mr. Swanson