

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. 2586
Order No. R-2272-A

APPLICATION OF WATER FLOOD ASSOCIATES,
INC. FOR THE ESTABLISHMENT OF A BUFFER
ZONE, EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on June 28, 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 17th day of July, 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 applicant, Water Flood Associates, Inc., is the operator of the SE/4 NE/4 of Section 20 and the W/2 NW/4 of Section 21, all in Township 18 South, Range 28 East, NMPM, Eddy County, New Mexico, in which area a waterflood project was approved by Order No. R-2272, entered in Case No. 2582 on June 21, 1962.
- (3) That the applicant, Water Flood Associates, Inc., seeks the establishment of the above-described acreage as a buffer zone in its proposed waterflood project in the Artesia Pool, with wells in said buffer zone to be assigned capacity allowables.
- (4) That Graridge Corporation presently is conducting a waterflood project with unrestricted rates of production in the area immediately adjacent to the subject acreage.
- (5) That in order to protect the correlative rights of the applicant, the subject application should be approved.

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IT IS THEREFORE ORDERED:

(1) That the SE/4 NE/4 of Section 20 and the W/2 NW/4 of Section 21, all in Township 18 South, Range 28 East, NMPM, Eddy County, New Mexico, is hereby established as a buffer zone. The applicant, Water Flood Associates, Inc., is hereby authorized to operate its waterflood project on said acreage at unrestricted rates of production.

(2) 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



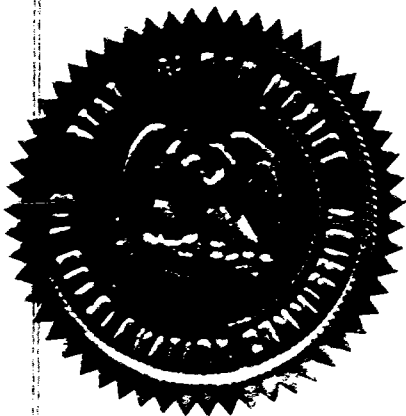
EDWIN L. MECHEM, Chairman



E. S. WALKER, Member



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



esr/