

CASE No. 4563  
Order No. R-4276

3-19-72

IT IS THEREFORE ORDERED:

(1) That the applicant, Corinne Grace, is hereby authorized to institute a pressure maintenance project in the Double L-Queen Associated Pool, Chaves County, New Mexico, designated as the Grace Double L-Pressure Maintenance Project, by the injection of gas into the Queen formation in accordance with the following terms and conditions:

(a) The producing oil well for the project, the Grace State Well No. 1 located in Unit A of Section 1, Township 15 South, Range 29 East, NMPM, may produce up to a 40-acre top unit oil allowable with no limitation upon the amount of gas produced.

(b) That all gas produced by said Grace State Well No. 1 shall be injected into the producing formation of the Double L-Queen Associated Pool through the Grace State Well No. 2 located in Unit B of Section 1, Township 15 South, Range 29 East, NMPM.

(c) That injection of gas into the Grace State Well No. 2 shall be accomplished through ~~8 5/8~~<sup>3 1/2</sup>-inch casing; that the wellhead shall be equipped with a pressure gauge properly maintained in working order.

(d) That all gas produced by the Grace State Well No. 1 and all gas injected through the Grace State Well No. 2 shall be measured by use of meters.

(e) That the applicant shall notify the Artesia District Office of the Commission of the commencement of injection within seven days of the date of first injection.

(f) That the project shall be governed by the provisions of Rules 701, 702, 703, and 704 of the Commission Rules and Regulations insofar as said rules are not inconsistent with this order.

(g) That monthly progress reports of the pressure maintenance project shall be submitted to the Commission in accordance with Rules 704 and 1120 of the Commission Rules and Regulations.