CASE 3459: Application of PENNZOIL
CO. for a waterflood project,
Lea County, New Mexico.

ASE MO.

APPliCATION,
TYANSCTIPTS,
SMALL Exhibits
FTC.

### OIL CONSERVATION COMMISSION

P. O. BOX 2088

#### SANTA FE. NEW MEXICO

October 7, 1966

Mr. James M. Durrett, Jr. Rhodes, McCallister & Durrett Attorneys at Law 619 Simms Building Albuquerque, New Mexico

Dear Sir:

Reference is made to Commission Order No. R-3129 recently entered in Case No. 3459, approving the Pennzoil Maljamar Waterflood Project.

Injection is to be through the eight authorized water injection wells, which shall be equipped with tubing and packers.

According to our calculations, when all of the authorized injection wells have been placed on active injection, the maximum allowable which the Phillips State portion of the project will be eligible to receive under the provisions of Rule 701-E-3 is 546 barrels per day when the Southeast New Mexico waterflood allowable factor is 42; the maximum which the Phillips Federal portion of the project will be eligible to receive is 126 barrels per day.

Please report any error in this calculated maximum allowable immediately, both to the Santa Fe office of the commission and the appropriate district proration office.

In order that the allowable assigned to the project may be kept current, and in order that the operator may fully benefit from the allowable provisions of Rule 701, it behooves him to promptly notify both of the aforementioned commission offices by letter of

### OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO Mr. James M. Durrett, Jr. Rhodes, McCallister & Durrett Attorneys at Law Albuquerque, New Mexico

October 7, 1966

any change in the status of wells in the project area, i.e., when active injection commences, when additional injection or producing wells are drilled, when additional wells are acquired through purchase or unitization, when wells have received a response to water injection, etc.

Your cooperation in keeping the commission so informed as to the status of the project and the wells therein will be appreciated.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/DSM/ir

cc: Mr. Frank Irby State Engineer Office Santa Pe, New Mexico

> Oil Conservation Commission Post Office Box 1980 Hobbs, New Mexico



### STATE OF NEW MEXICO

### STATE ENGINEER OFFICE

S. E. REYNOLDS STATE ENGINEER September 27, 1966

ADDRESS CORRESPONDENCE TO: STATE CAPITOL SANTA FE, NEW MEXICO 87501

Case 3459

Mr. A. L. Porter, Jr. Secretary-Director Oil Conservation Commission Santa Fe, New Mexico

Dear Mr. Porter:

Reference is made to the application of Pennzoil Company dated August 23, 1965 which seeks Commission approval for a water-flood project in Sections 28 and 33, T. 17 S., R. 33 E., Lea County, New Mexico.

This office offers no objection to the granting of the application provided the injection wells are completed in the manner indicated on the diagrammatic sketches which accompanied the application.

I should bring to your attention, for your consideration, the fact that the Phillips Federal Well #3 in the SE% of the NE% of Sec. 33 is described in the application as being 660' FWL of said section and is shown on the plat dated September 13, 1966 as being 660' FEL of said section. I have discussed this point with Mr. Huddleston and he states that he will take care of this correction.

FEI/ma

cc-Mr. J. M. Durrett, Jr.

K. R. Huddleston

Mrs. Marian Rhea

F. H. Hennighausen

Yours truly,

S. E. Reynolds State Engineer

Frank E. Irby

Chief

Water Rights Div.

### RHODES, Mc CALLISTER & DURRETT ATTORNEYS AT LAW

JERRY P. RHODES ORVILLE C. McCALLISTER, JR.
J. M. DURRETT, JR. ("dec 3459

619 SIMMS BUILDING ALBUQUERQUE, NEW MEXICO 8710! TELEPHONE 243-9746

August 23, 1966

Oil Conservation Commission P. O. Box 2088 Santa Fe, New Mexico

Attention: Mr. A. L. Porter, Jr., Secretary Director

Re: Application of Pennzoil Company for a water flood project, Lea County, New Mexico

### Gentlemen:

I am enclosing an original and two copies of the above application. Will you please docket this application for the second examiner hearing in September. A copy of the application has been forwarded to the State Engineer, the State Land Office and your Hobbs District Office for informational purposes.

Very truly yours,

Rhodes, McCallister & Durrett

JMD/jk Encls.

cc: State Engineer State Land Office

Oil Conservation Commission - Hobbs

DOCKET MAILED

Date 9-15-66

- CASE 3464: Application of Continental Oil Company for a waterflood project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project by the injection of water into the Queen formation through 13 wells located in Sections 3, 4, 9, and 10, Township 20 South, Range 36 East, Eumont Pool, Lea County, New Mexico.
- CASE 3465: Application of Amerada Petroleum Corporation for compulsory pooling, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Jenkins-Cisco Pool underlying the SW/4 of Section 19, Township 9 South, Range 35 East, Lea County, New Mexico.
- Case 3466: Application of Skelly Oil Company for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of its Lovington Paddock Unit Area comprising 3325 acres, more or less, of Federal, fee and State lands in Townships 16 and 17 South, Ranges 36 and 37 East, Lea County, New Mexico.
- CASE 3467: Application of Skelly Oil Company for a waterflood project,
  Lea County, New Mexico. Applicant, in the above-styled cause,
  seeks authority to institute a waterflood project in its
  Lovington Paddock Unit by the injection of water into the
  Lovington Glorieta (Paddock) formation through 22 wells located
  in said unit area, Lovington Paddock Pool, Lea County, New
  Mexico.
- CASE 3468: Application of Tenneco Cil Company for a unit agreement, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of the Grayburg-Jackson West Cooperative Unit Area comprising 2,000 acres, more or less, of State and fee lands in Township 17 South, Range 29 East, Eddy County, New Mexico.
- CASE 3469: Application of Gulf Oil Comporation for a unit agreement, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval of its Springs Unit Amea comprising 5,139 acres, more or less, of Federal and fee lands in Township 10 South, Range 26 East, and Township 21 South, Range 25 East, Eddy County, New Mexico.
- CASE 3470: Application of Gulf Oil Comporation for a special gas-oil ratio limitation, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an exception to Rule 506 of the Commission Rules and Regulations to provide for a limiting gas-oil ratio of 6000 cubic feet of gas per barrel of oil in the Justis Bline-bry Pool, Lea County, New Mexico.

### DOCKET: EXAMINER HEARING - WEDNESDAY - SEPTEMBER 28, 1966

9 A.M. - OIL CONSERVATION COMMISSION CONFERENCE ROOM. STATE LAND OFFICE BUILDING - SANTA FE, NEW MEXICO

The following cases will be heard before Elvis A. Utz, Examiner, or Daniel S. Nutter, Alternate Examiner:

CASE 3459: Application of Pennzoil Company for a waterflood project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project by the injection of water into the Grayburg-San Andres formation through eight wells located in Sections 28 and 33, Township 17 South,

Range 33 East, Maljamar Pool, Lea County, New Mexico.

CASE 3460: Application of Penroc Oil Corporation for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to drill and complete a well at an unorthodox location 1,500 feet from the South and East lines of Section 19, Township 21 South, Range 24 East, Indian Basin-Upper Pennsylvanian Gas Pool, Eddy County, New Mexico. Applicant, upon completion of said well in the Upper Pennsylvanian formation, proposes to abandon its Indian Federal Well No. 1, located in Unit G of said Section 19, insofar as the Upper Pennsylvanian formation only is concerned.

CASE 3461: Application of Cities Service Oil Company for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of its Southeast Maljamar Grayburg-San Andres Unit Area comprising 1,080 acres, more or less, of State and Federal lands in Sections 29, 30 and 32, Township 17 South, Range 33 East, Lea County, New Mexico.

CASE 3462: Application of Cities Service Oil Company for a waterflood project, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to institute a waterflood project in its Southeast Maljamar Grayburg-San Andres Unit by the injection of water into the Grayburg-San Andres formation through eleven wells located in Sections 29, 30 and 32, Township 17 South, Range 33 East, Lea County, New Mexico.

CASE 3463: Application of Continental Oil Company for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of its Reed-Sanderson Unit Area comprising 1041 acres, more or less, of Federal and fee lands in Township 20 South, Range 36 East, Lea County, New Mexico.

Case 3459

New 9-2866.

1. Opprose Rengoit C's request for and 8 west injection well waterflood on their Phillips It & Phillips Isol levers.

2. The 8 injection wells are properly described on the application (#3 well in comeded).

3. Injection shall be them tubing and under a parker as about on exhibits Bother F.

4. Ademistration approved for additional injection.

5. Horemed by 501.

GOVERNOR
JACK M. CAMPBELL
CHAIRMAN

### State of New Mexico Gil Conservation Commission

LAND COMMISSIONER GUYTON B. HAYS MEMBER

STATE GEOLOGIST
A. L. PORTER, JR.
SECRETARY - DIRECTOR

P.O.BOX 2088 SANTA FE

October 4,1966

Mr. James M. Durrett, Jr. Rhodes, McCallister & Durrett Attorneys at Law	Re:	Case No Order No Applicant:	R-3129				
619 Simms Building Albuquerque, New Mexico		PENNZOIL COMPANY					
Dear Sir:							

Enclosed herewith is a copy of the above-referenced Commission order recently entered in the subject case. Letter pertaining to conditions of approval and maximum allowable to follow.

A. L. PORTER, Jr.
Secretary-Director

Very truly yours,

ALP/ir	
Carbon copy of order also sent to:	
Artesia OCCArtec OCC	
Other Mr. Frank Irby	

## BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

Application of

PENNZOIL COMPANY

for a Water Flood Project, Lea County, New Mexico

Case No. 3459

### APPLICATION

COMES NOW the applicant, Pennzoil Company, by and through its attorneys, Rhodes, McCallister & Durrett, and respectfully states:

Į,

The applicant is the operator of the following described leases in Township 17 South, Range 33 East, NMPM, Lea County, New Mexico:

- (a) Phillips State Lease comprising the South Half, Northwest Quarter, and Southwest Quarter Northeast Quarter of Section 28.
- (b) Phillips Federal Lease comprising the North Half Northeast Quarter and Southeast Quarter Northeast Quarter of Section 33.

II.

The applicant seeks authority to institute a water flood project in the Maljamar pool by the injection of water into the Grayburg-San Andres formation through the following described wells:

### Section 33

- (a) Phillips Federal Well No. 2Y located 330 feet from the North line and 650 feet from the East line.
- (b) Phillips Federal Well No. 3 located 1980 feet from the North line and 660 feet from the line.

RHODES AND MCCALLISTER ATTORNEYS AT 1 AW 119 SIMMS BUILDING ALBUQUERQUE,

PAST

Section 28

- (a) Phillips State Well No. 2 located 1980 feet from the South line and 660 feet from the West line.
- (b) Phillips State Well No. 4 located 330 feet from the North line and 330 feet from the West line.
- (c) Phillips State Well No. 6 located 1980 feet from the West line and 2310 feet from the North line.
- (d) Phillips State Well No. 8 located 660 feet from the South line and 1980 feet from the West line.
- (e) Phillips State Well No. 10 located 1650 feet from the East line and 1650 feet from the South line.
- (f) Phillips State Well No. 13 located 660 feet from the South line and 660 feet from the East line.

Ш

The applicant proposes to inject between 300 and 400 barrels of water per day into each injection well through plastic lined tubing installed in a packer with injection pressure of approximately 2500 pounds.

IV.

The applicant proposes to utilize Ogallala water for injection and to purchase said water from Double Eagle Water Company.

 $V_{\bullet} \\$ 

A plat showing the location of the proposed injection wells, the location of all other wells within a radius of 2 miles, the formation from which said wells are producing or have produced, and lessees within a 2 mile radius is attached hereto as Exhibit "A" and incorporated herein by reference.

VI.

A diagrammatic sketch and log of each injection well is attached hereto as Exhibits "B" through "I" and incorporated herein by reference.

RHODES AND McCALLISTER ATTORNEYS AT LAW 619 SIMMS BUILDING ALBUQUERQUE, NEW MEXICO 87101

### VII.

The wells within the proposed project area have reached an advanced state of depletion and should be classified as "stripper wells."

### VIIL

The proposed water flood project should be governed by Rule 701E of the Commission Rules and Reguations.

IX.

The propsed water flood project will result in greater ultimate recovery of oil, prevent waste, and protect correlative rights.

WHEREFORE, the applicant requests the Commission to enter its order approving the proposed water flood project.

Rhodes, McCallister & Durrett

By Jn Murrelly

I certify that a copy of the foregoing application complete with all attachments has been mailed to the State Engineer, Capital Building, Santa Fe, New Mexico, this 26 A day of

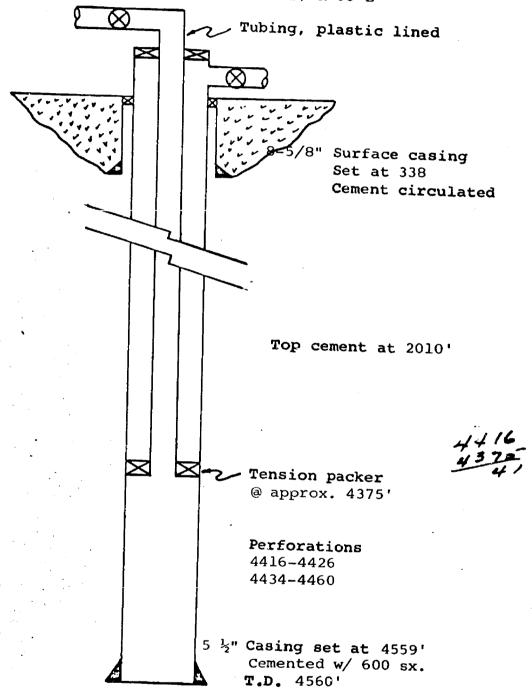
By July wreng

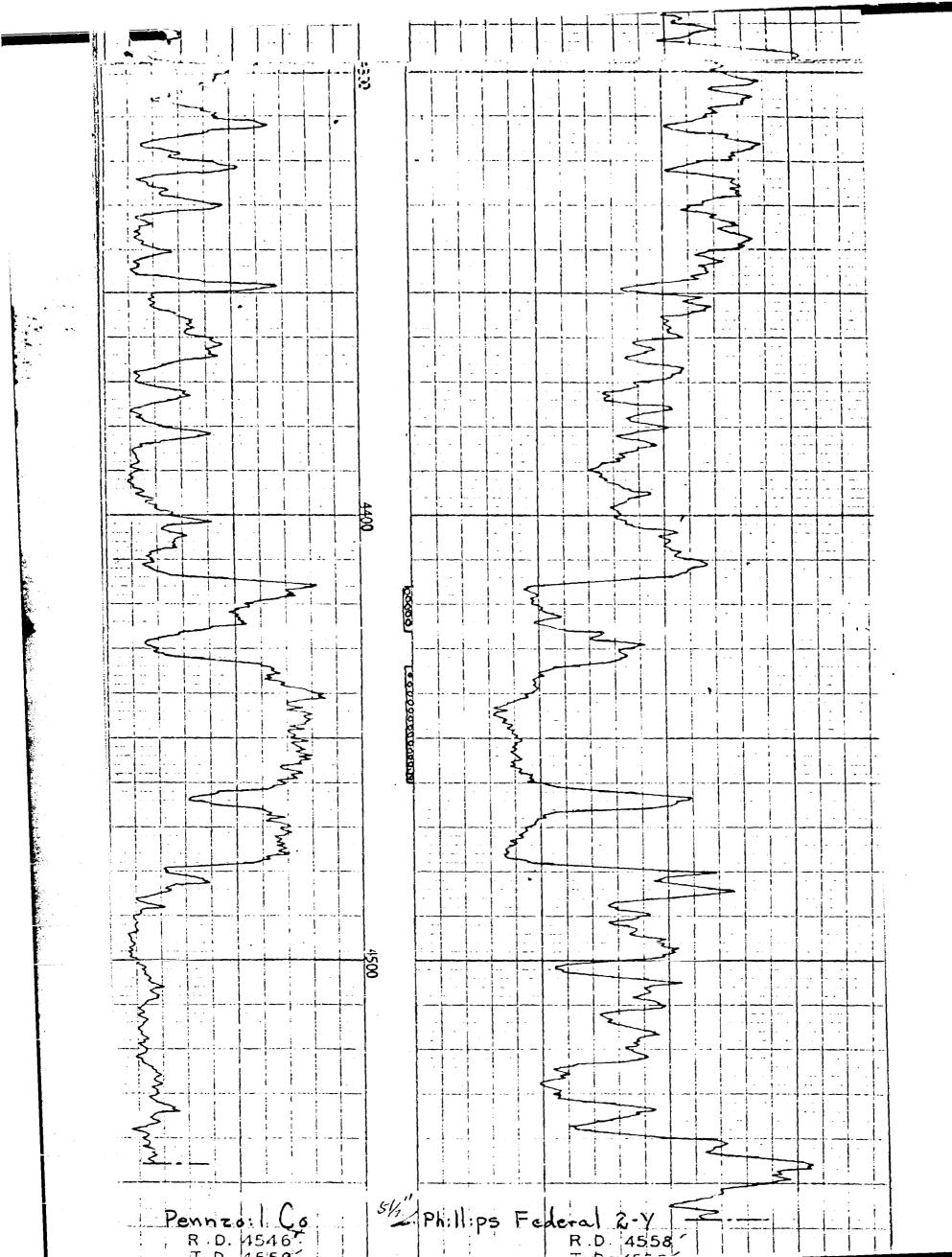
			<u>re 1900-01</u>	none com	31414	State
,,	Chatties County of the County	ا المالية الم	Programme Harry	Mrt oughtin Shoft 5) R.F. H. R. M. 7) 216 R. 2516 Charles R. 2516	HPP. I	1 C Harris 6-76-74   Terock F492-15-87   17-16-65 98-991
	American series of	#	F24th B 2516	PKITTED 10 * 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	11	12 55615 11 0 D R 2516
100	The state of the s	rogodools A M Fillman Fall  A for SE State Palicy (F)	14. 11. pg 25. 31 pro	State	Phillips H.R.P. B 2229 Slate	State
	(PktHips)	M. II Poster part	t (Chillips)	ምեւነկրգ ዘ к ኮ.	Phillips H.B.P.	Attento Shall
Weeln odg is a	Col Wester by a parter at all		tomodorh R.2148		R 2224	The state of the s
יי די אוו	E h18 10 0	tie Ktali	A. 165 10	Phillips 15	14	8 2729 (1.7)
	Baster   Fra	Fennanil, e		338514		H N P H N P H N P R 2220 R 25 M 8-227
	Stone its	Ring Western St.	(*) (*) (*) (*) (*) (*) (*) (*) (*) (*)	Store	Smig	State, MI Person Cn of America, S
•	Control etal	Pennsyletativesing	Philips in B.2148	Phillips 1 1 1977 9 H B.P. 1 2 2 3 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	Phillips # \$ B 7148 Pedi	Phillips H R P B 2148
• •	•n • • •	The state of the	MAL-	GRA UNIT	LEYMEX	Sinte, MI Patash Co. of America, S
	- "	(CZR	- 21 ISUNSE	(Oper.) 22	. Oʻ	Philips H R P
	Market St. Charles St.	Sanul Fri	· · ·	Bickmand Airly	** [fee at	R 214A
	tee Mes State	Photogram		Store Phillips	State Disting g	Shere Philips
	Chip Jeres	in 2227 Singel	Philips 12 12 12 12 18 11 15 15 15 15 15 15 15 15 15 15 15 15	9.2729 } нае	n 255a n 255a	PL 214R
	and an experience	of the city follows	• * Fenninil etal	Penning 271 m ramely.	26 (11-)	25
•19 · 19 · 1	ort oth of Corpts  Cor	Cities Services (Nett	Dk.//m 1/0 .9			
" " "	- \\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\	Stell Stelle	8 0 111	Chickey South	File (1994) Philipp State	Store PM
inen)		Adding of the state of the stat	And the second formula (second	or or the constant of the first	PS-110-pg - 2 '% 1 16 PA E' - 19 14 51 2720 146:155	Ph 11
Sugar 35 15	Cities Serv.	Strand, Cities Selfer 1	thingen of the	PART A STATE OF THE PART A	the spread	Tright Care
Cilien Cilien	BIRTE TO THE BY IT BY THE BY T	10145070 10 10 10 10 10 10 10 10 10 10 10 10 10	Company of the second	The Bengal etat Croud	A Property	Mestation with
H.B.P. H.B.P. E-4113 B.4111	Prests Syrvac T. FA 311 Court 13 16 61 Syrvac T. FA 311 Court 13 16 61 Mark T. Marken P. 14 16 18 Minni M. 16 16 18 Syrvac T. 16 16 16 Syrvac T. 16 16 16 Minni M. Will Minni M. Will	Cities Serv. Cities Serv. Dungan.	Bendungelet The Alf The French	7 ₹	Index 1 17017	etat Pi
	I tems, atol, MI !	Store	Corper Hynes Carlot Corper Hynes Corper Hyne	A CONTROL WAS A WA	Contract at 1 (2000 March 2001) 2727 Co.	Makil state (6) tan
1619104	Services of the many of the ma	Cilies Serv. (LaCargn)	Cities Gery 11 7 7 7274998 •	15 matter of the same of	1 P Dunigan Page 1 A R. 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	Gre Serr. 448 0217
Atlant.	Schio	€ 0621 <b>†</b> 1	Trackin U.S., All State, S	CONSIN		To gen F derog 8
1 612 7 1 11	6	Supportion.	CificeServ.	C white the C Poort	Cillenters.	Pankmer   58 und   6 \$979   Cankburn
Pante	Canada Fed	Wyall fet	0294999 U.S., MI	Cilian Chippers	F-7439	10401/2
Man, 3	Lee. If Milliome, 8181	U.S.	Gen. H. Williame, S Cities Serv , A. Cochbur	(-(0) 11 (5 11 ) (1/) (1	Cilia Sau Cilia Sa	Miller Coll
n W Hicks 5 1- 74 0545694	N. G. Feeren N. S.	11000261 Gilles Serv	061537 HBF 061537 029489A	029489A 061537	041517 1 1 0 0 21-71 041517 1 7 058-03	Sun   Morathan
DTC94 Berefeld Sizes street	Centimental HBP	205 9 (355 5	U.SI, MI Goo. H. Williams, S	0, "0	771	\$6.899   1.70.18   5.776   7.7074   1.7074
7137 Allantic 1-17 7-1-12 1-50120 6216464		H SI P 142 1	Cities Serv 15 - 1 - 71 061537		OIL COMPANY	
1	Us.	Pen 4m			AMAR FIELD FTY, NEW MEXIC	co
Texaco 11 ( 3)	7711. ·	(Continental), agent HAD Hall		CEND		
1921975. Superior 6 - 1 - 73	तुः इ.स.च्या १९ इ.स.च्या १९	069420 : 0391 Pan am Q	\$ Coc.	GEND		3,
0107867 ,	भाषकार । <b>।</b>	F.W. Fatill lung	•	Grayburg-San A		11
s i cris seesee Rlowe	non t	8 - 1 73   1919-191 0282727   8 1 671	. ↑	Queen Oil Well Abo Oil Well		
(Open)	U.S.	U.S.	Se.	Grayburg-San A		
Pura 3 : 1 - 19111 879148	Hudson Hudson Carel	Fon Amer 1 hill 9 1 05 (5) 1,7-1 . 042514 johns 13	,,} (4010)	Proposed Grayk Exhibi	ourg-San Andre t "A" Case	<del>-</del>
California	To receive the focusts of the focusts of the focus of the	· P	7 1	DAILINI		- / - /

# PENNZOIL COMPANY "WATER INJECTION WELL SCHEMATIC MALJAMAR FIELD LEA COUNTY, NEW MEXICO

Phillips Federal No. 2Y

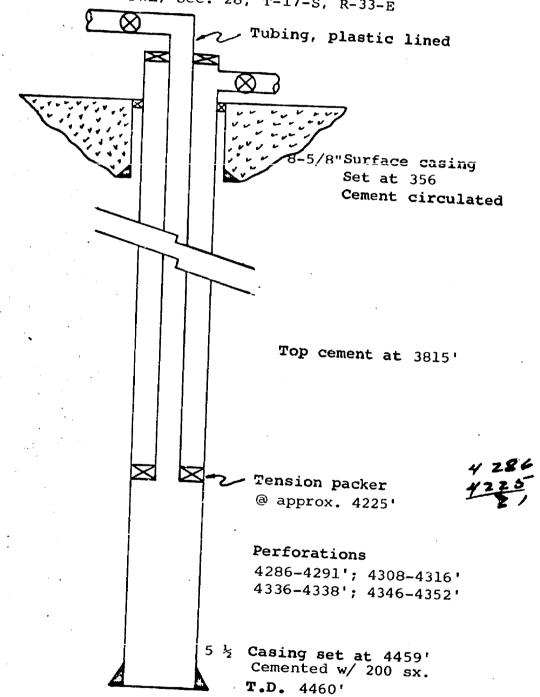
330' FNL, 1650' FEL, Sec. 33, T-17-S, R-33-E

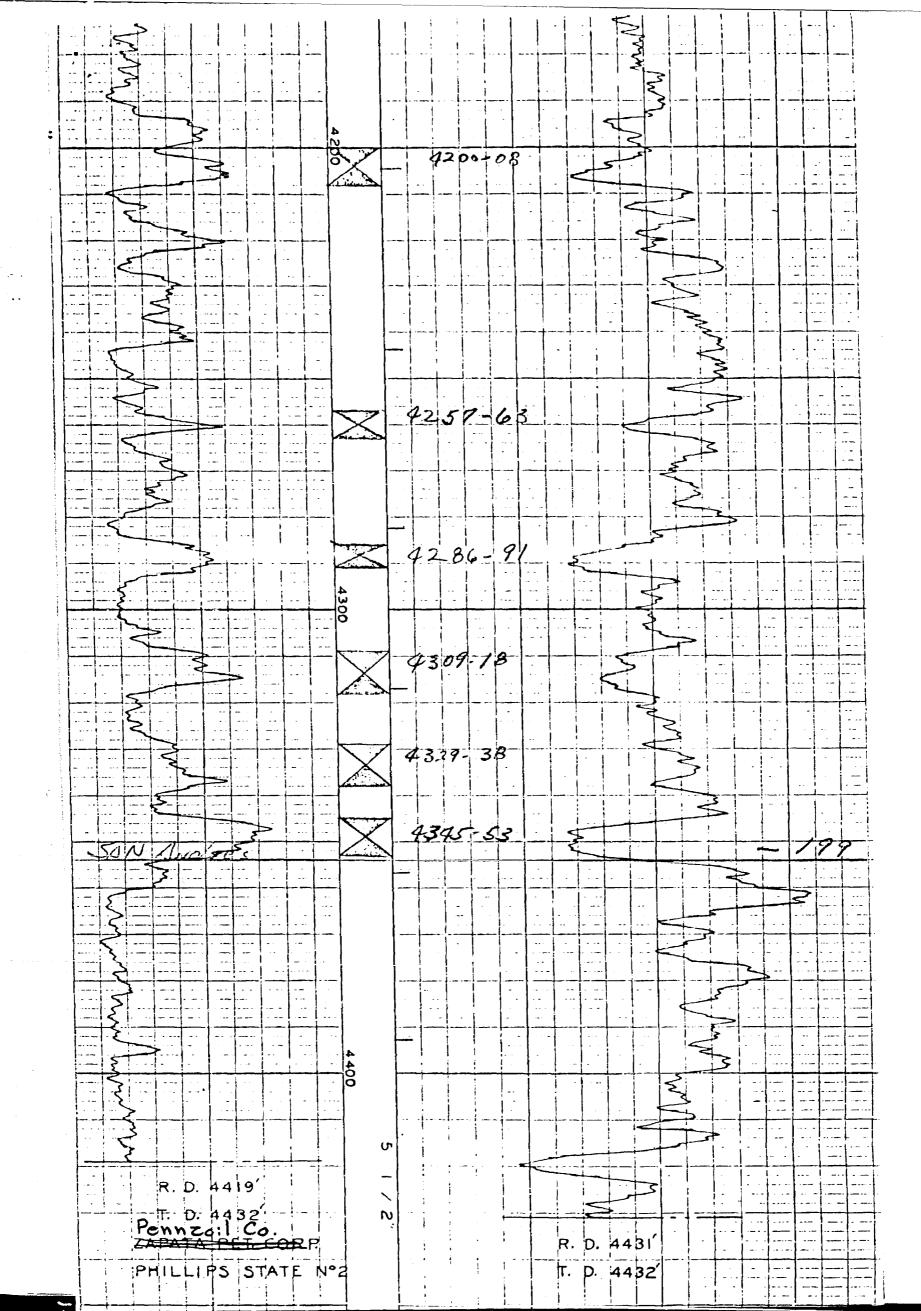




# PENNZOIL COMPANY \*WATER INJECTION WELL SCHEMATIC MALJAMAR FIELD LEA COUNTY, NEW MEXICO

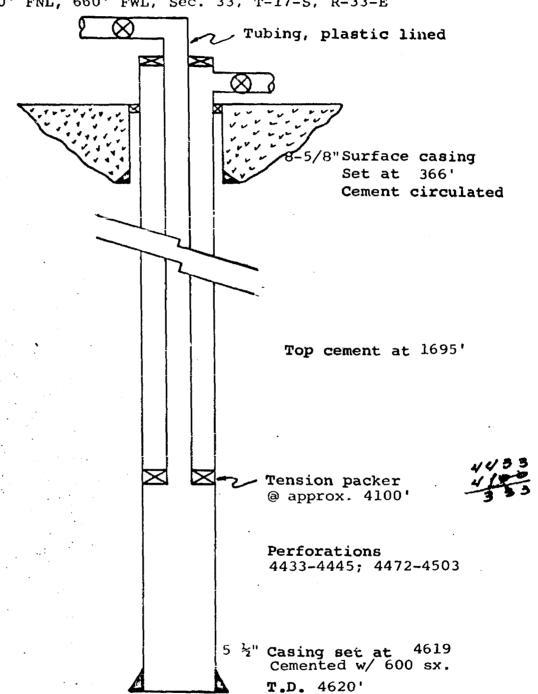
Phillips State No. 2 1980' FSL; 660' FWL, Sec. 28, T-17-S, R-33-E





# PENNZOIL COMPANY "WATER INJECTION WELL SCHEMATIC MALJAMAR FIELD LEA COUNTY, NEW MEXICO

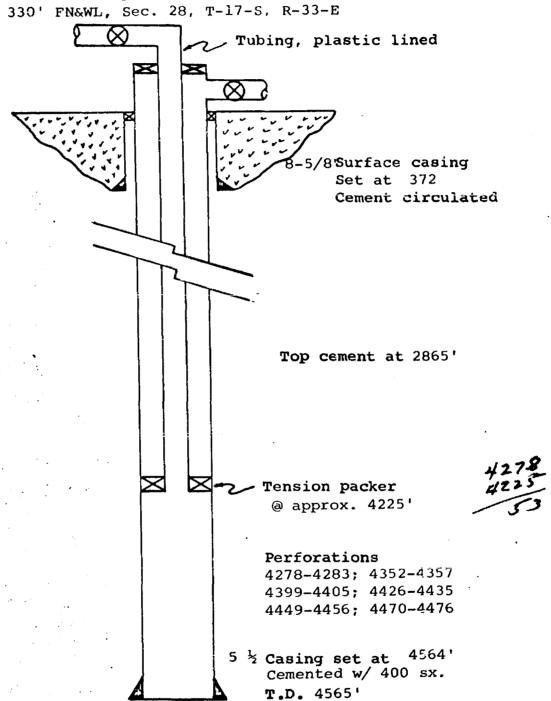
Phillips Federal No. 3 1980' FNL, 660' FWL, Sec. 33, T-17-S, R-33-E

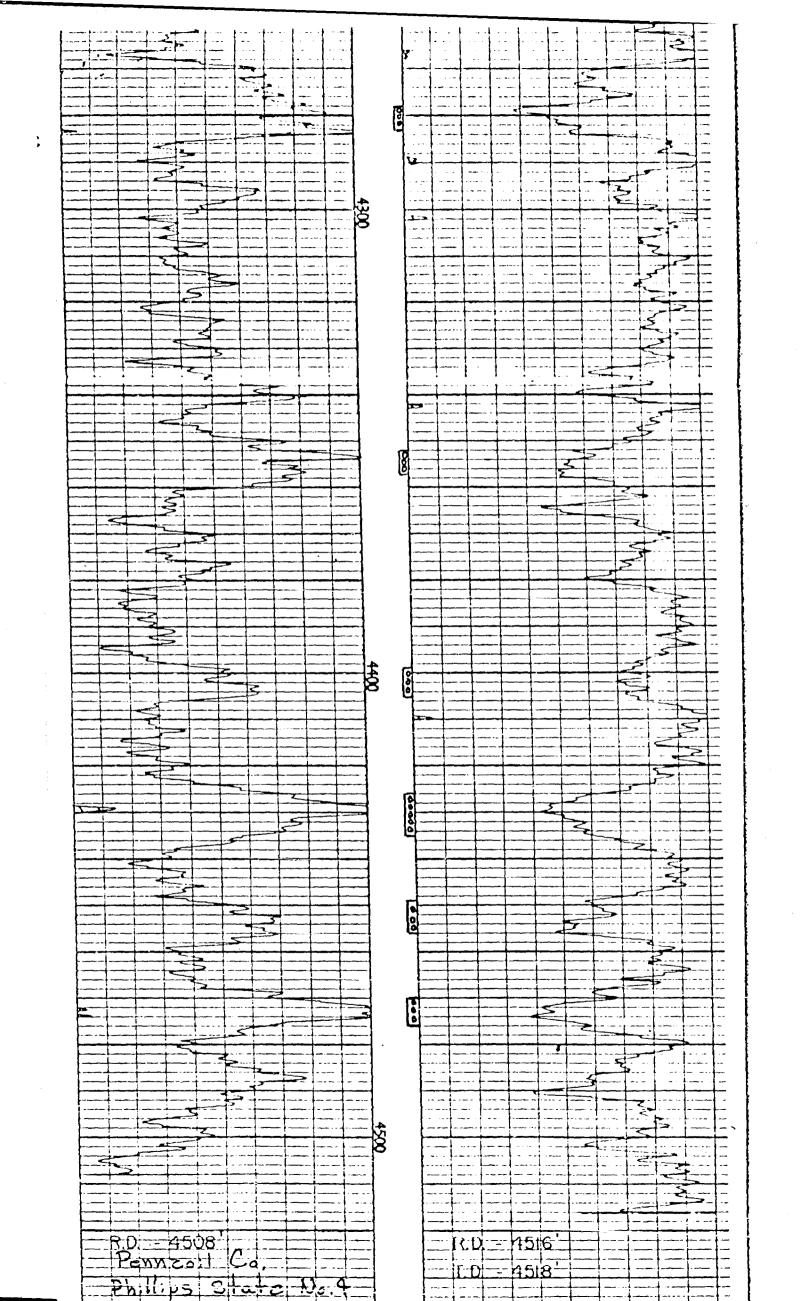


# PENNZOIL COMPANY WATER INJECTION WELL SCHEMATIC MALJAMAR FIELD LEA COUNTY, NEW MEXICO

Phillips State No. 4

O' FN&WL. Sec. 28, T-17-S, R-33-E



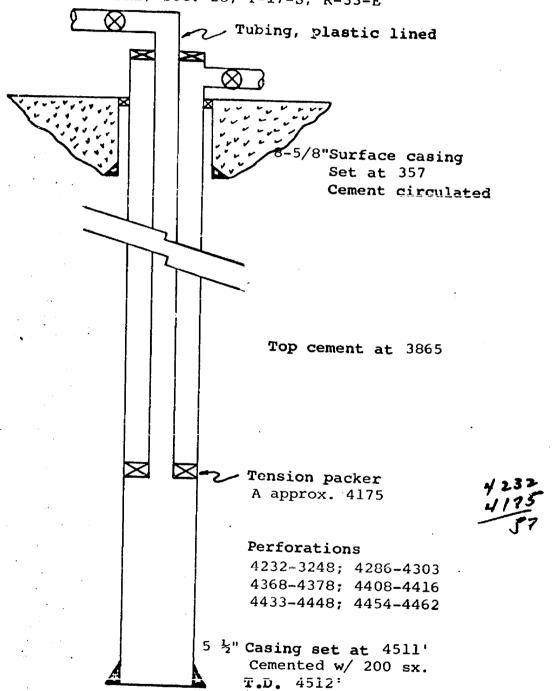


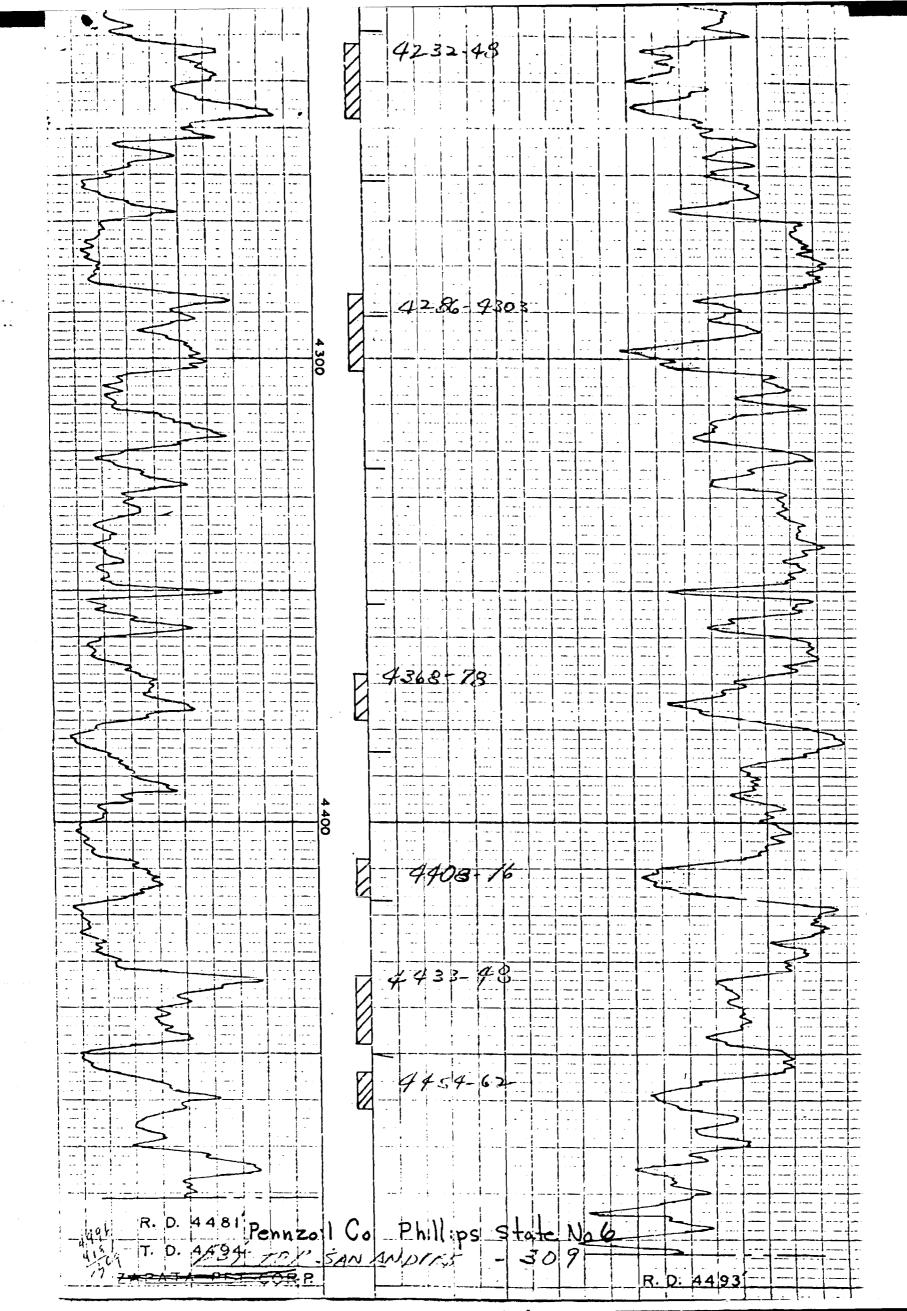
## PENNZOIL COMPANY WATER INJECTION WELL SCHEMATIC MALJAMAR FIELD

LEA COUNTY, NEW MEXICO

Phillips State No. 6

1980' FWL, 2310' FNL, Sec. 28, T-17-S, R-33-E

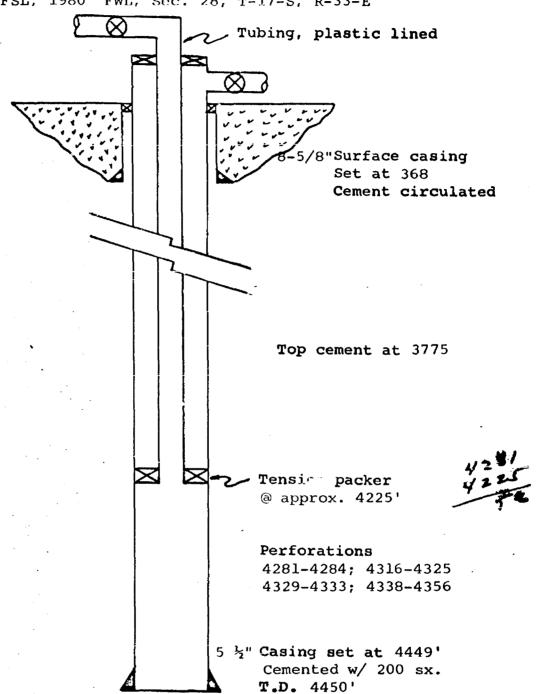


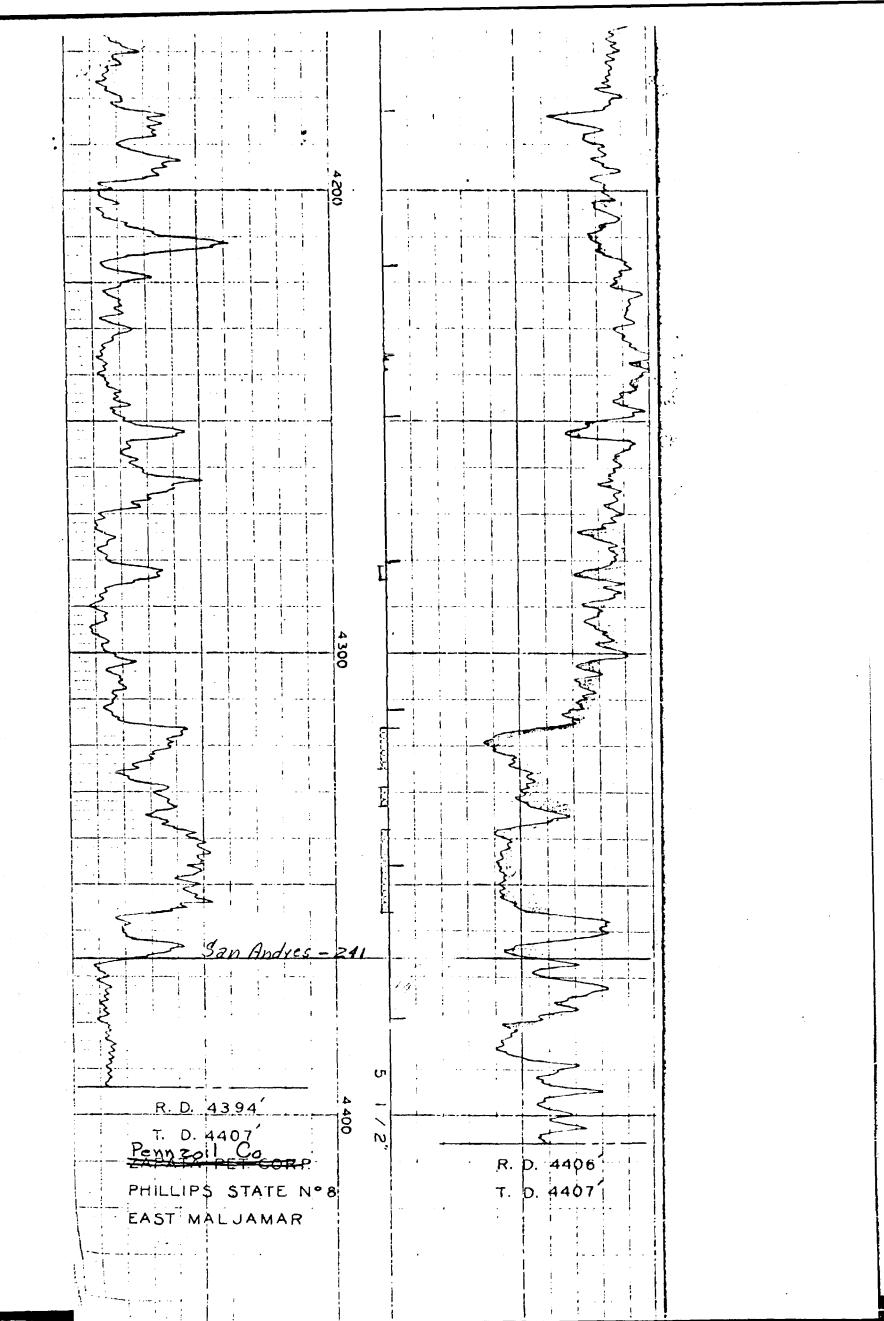


### PENNZOIL COMPANY WATER INJECTION WELL SCHEMATIC MALJAMAR FIELD

LEA COUNTY, NEW MEXICO

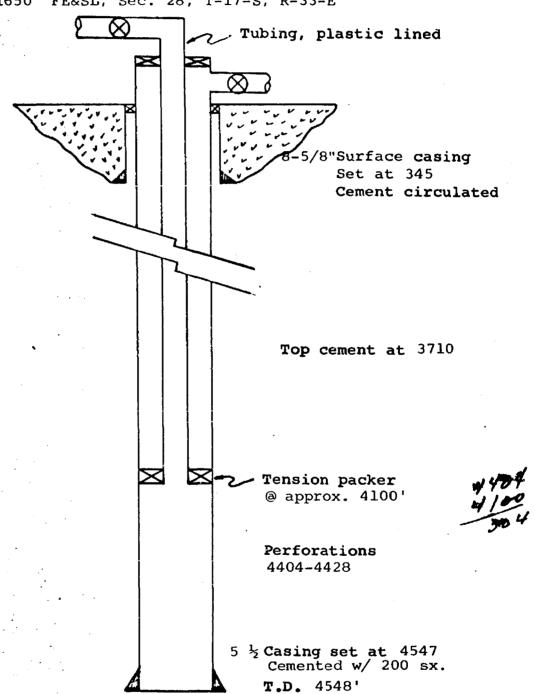
Phillips State No. 8 660' FSL, 1980' FWL, Sec. 28, T-17-S, R-33-E





# PENNZOIL COMPANY "WATER INJECTION WELL SCHEMATIC MALJAMAR FIELD LEA COUNTY, NEW MEXICO

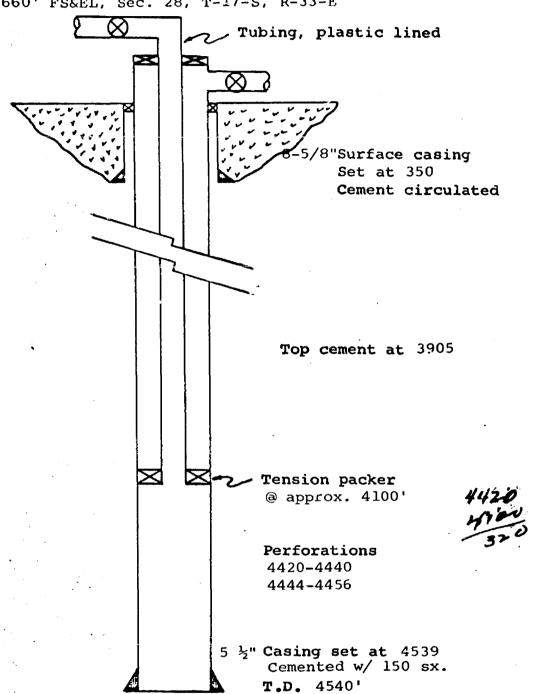
Phillips State No. 10 1650' FE&SL, Sec. 28, T-17-S, R-33-E

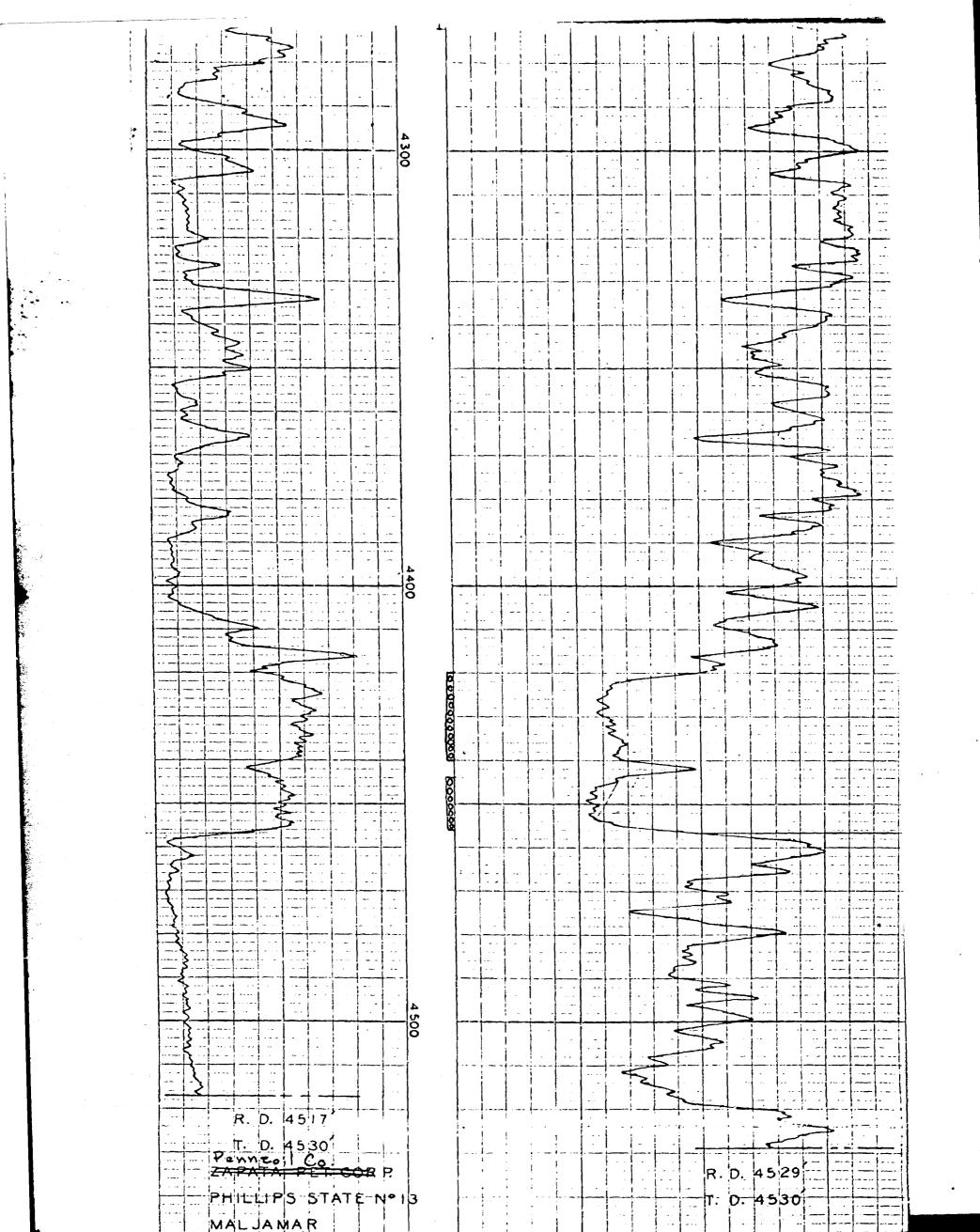


									·····	i/	1650	ii	i	. <b>.</b> i										ij	-			
	مو . . معه	<b></b>			ļ					[					·					·   :				اس			 	-
2		••			-					^	,	•							1	.		`` * }	4.	n,			l	
		•••			-		• •		-	` }					•	* -											-	
		•				}										•••						<b>A.</b>						
					<b> </b>			-																				
1							, , , , -	•											[	}	-							
		ر پرده د انست																		-								
,		ج م مرحات	ļ	-						• .			• •,	 			4-		- 1		:		-	٠,٠				
		<u></u> .	-									·				•				· [			٠,٠٠٠	<b>*</b>				
			ļ	-	-		!													المح	*							<b></b>
1					-															]		-		• •				
, <b>!</b> ,				<u> </u>							4300				-						-		_8					-
;				:=	-	• • • •					,			, , , , , , , , , , , , , , , , , , , ,				-		-								•
					`\`						•			-								-						. • ·   
				-		-	-					• -		-									<b>3</b>					
			-							· -											•		د					•
3.					-			-							-					Ì	]							
$\mathcal{C}_{i}$				1	:[::					-		1						-				•						-
			<u> </u>	-  • :: , <u>:</u> -							•									<b>s</b> _1	-							
₹, .	1	١	1		. in		1		l	\$ <b>-                                </b>		1		} - 1	,	\	† • 1		1 . ! 1 . i		* • • •	•	. i	• • •		i !	,	!
		-		. † . †					****		· .									+	- 1	<b>.</b>						_
			_	-					• • •																			
			-					\ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \ \			1	\		}.														
		-	تندل	= -	-		-	-	-		4350	ή	-	-	-	-	-		-			•						-
* 1			1			.										-												
		-		1				]												ارسان د د ماسو								1
			-		- 1	1																• •						-
3		- -			-	_														_		) > .						
			:-\r	-														ļ				سو ا	13.	=				
					-	.					٠,										•							
			-			-		1	-	ļ				.   -											ļ — ·			_
	-			- -			-	-													*		٠					
T.	-	-			_ -	-									-		.					<	-					
1 1 12/2				_	- -	-   -	-				1	_	-		-		-	-					1.4			-		
				_				-			1												<b>1</b>					
							-	-			440:	<i>7</i>										-					-	-
		_					-				1		-					-		ستتر				-				
7-1								- <del> </del>		-						1-	-	<u></u>		-	 	_						
	-	_ _													-	-	. j		1				-			-	-	
														-		·-	خر	=					 			-		
						_ -		_   _	-	-	ː <b>i</b>			-		-	- دار. - عزاً -		-	ļ								
		_   _				- ا بزرا -					1		-   •   •		-		1		-				-					
	-	- -			   -	-					.}	-	-	-	-		-			_		7		1-		-		
***		- -		-	'.						-	-		-			.					3			1			
				-			-				-									]					-	,,		
	ار <sup>ا</sup>					_	-		-					44	36	,				-						-	-	-
i Se		امرا د ازم				-   -					111.			41	1	2		-										-
					<u> </u>		_	1=	-	-	1450	2	+		مورد			-			-		1		-		-	- <del>}</del>
	·	- ! ^ . - ! ^ !								-	.			1.2	<u> </u>	<}							سيرا.	-		-		. [
	1	-			-	-   :			1				-   -				1_		1	ļ	,	<b>!</b> _	• · · ·	٠٠ بر سال	<u> </u>	٠, عه الـ	1	· 1
	, . ] -		ر انسی	 		-	- ,		· -			1.		-	-	-	į	1	; -~	<u> </u>	i		;	ì				
;	, [							-	]					-	_		-	1 1	]				- - !<	-	 			1
~,		- i			-	-1		-   -		_							_ -									-	1	1:-:
`	-		v : √.   .			-	-		.	-							-	-					-					
	ļ. <u></u>	 ; •-	<del>-</del>			-			4			-	_	-				-		-	<del> </del>	-	100	7-	5	-	-	
:	-	_	•			-   .			-	-			-	-				-	~ · ] - ·					وسارة	-	1	-	
	ļ	-	. i .				-   -		-				!		1:		-	-	_		مسرا.	_		1	 	<u>- </u>		
·		!	: ::		!	1			-	<u> </u>				;	i	!			ļ		}		<b>-</b>	-	-	-	-	
	1		- :-					- · [ — ·		- j -	1,1.					1		.						-	-		-     <b></b> -	e (i
		;	- i	- ;				-			-450	[]			7-	-	-	- h	-	+-4:	-	-	-	-			-	<del></del>
			!						-  -	į -	1		!		! .			-		<u> </u>	-	.	-			-	-	-
	ļ	;			- ; ;		15	1/4-	-	-	. } .		1.	ļ	-   -			- -	<u> </u>	٠,	1 -	_	1-	-		-	-	
				-	1	•••				- [	  -   h:1	ļ.	1	1										_	-		-	
•	(1)	$\vec{I}''$	IJ.	_					301	$M_{i}$	اه د د د								_1			.   .	Ī		4		-	-
				·F	ev	Ϋ́Z	۔۔ اُن	11	?a.		74:1	l:P	S	st	91	d	W	3	0	. [	]			-	-		* 5 <del></del>	
			í	•	- +		-; -	}	1	!				1	<u> </u>	1	i	<u>!</u>	<u> </u>	<u> </u>		1	_!: -	1	1		. 1	•

## PENNZOIL COMPANY "WATER INJECTION WELL SCHEMATIC MALJAMAR FIELD LEA COUNTY, NEW MEXICO

Phillips State No. 13 660' FS&EL, Sec. 28, T-17-S, R-33-E





SPECIALIZING IN: DEPOSITIONS, HEARINGS, STATEMENTS. EXPERT TESTIMONY, DAILY COPY, CONVENTIO 1120 SIMMS BIDG. • P. O. BOX ::092 • PHONE 243-6691 • ALBUQUERQUE, NEW MEXICO BEFORE THE
NEW MEXICO OIL CONSERVATION COMMISSION
Santa Fe, New Mexico
September 28, 1966

EXAMINER HEARING

IN THE MATTER OF:

Application of Pennzoil Company for a waterflood project, Lea County, New Mexico.

Case No. 3459

BEFORE: Elvis A. Utz, Examiner

TRANSCRIPT OF HEARING



Page	1

### NEW MEXICO OIL CONSERVATION COMMISSION

Examiner Hearing Santa Fe , NEW MEXICO

### REGISTER

HEARING DATE

SEPTEMBER 28, 1966 TIME: 9 A.M.

NAME:	REPRESENTING:	LOCATION:
Minor T. Lyny		Make a comment
James P. Boylan	Continuental But Co	11. 12 M. 24.
Konnedate Heddles ,	Permitty is to the Association of the Association o	Midhadi Taxa Lata Ke
Road Spiles	About 1	Tillo
All ising	Skilling Fills	2000
Ja, T. loox	SHORE ON CA	Hobbis
Lary & Hall	Jan Coop	All Committee
TV V Kaller	Į	t or t
		4. *
W. M. Ring		2-
	while y	O.F.
Ama Bullaime	RW Byram I lo	Santa de

MR. UTZ: Case 3459.

MR. HATCH: Application of Pennzoil Company for a waterflood project, Lea County, New Mexico.

MR. DURRETT: If the Examiner please, J. M. Durrett of the firm of Rhodes, McCallister and Durrett, representing the applicant. I have one witness, Mr. Ken Huddleston, and ask that he be sworn at this time.

(Witness sworn.)

MR. UTZ: Are there any other appearances? You may proceed.

### KENNETH R. HUDDLESTON

called as a witness, having been first duly sworn, was examined and testified as follows:

### DIRECT EXAMINATION

### BY MR. DURRETT:

Q Will you please state your name and position for the record?

A I'm Kenneth R. Huddleston, Manager of Engineering and Drilling for Pennzoil Company, Midland, Texas.

Q Mr. Huddleston, have you testified previously before the Commission or one of its Examiners as an expert witness and had your qualifications accepted?

A Yes, I have. I have testified three times before the Examiner.



MR. UTZ: He's qualified, yes.

Q (By Mr. Durrett) Will you please state to the Examiner what it is that the applicant is seeking in this case?

A Well, we desire to waterflood our leases, our Phillips State and Phillips Federal leases in the Maljamar field, Lea County, New Mexico as shown on this plat.

MR. DURRETT: Could we have this marked Exhibit 1?

(Whereupon, Pennzoil's Exhibit No. 1 was marked for identification.)

Q Now, will you please refer to Exhibit 1 and state to the Examiner what that is?

A This is a plat of the area showing the lease ownership and the zones in which the various wells within a radius of two miles of subject leases are.

Q Does that also show the injection wells, Mr. Huddleston?

A Yes. The wells colored red are the proposed injection wells.

Q Do you have a schematic diagram of your injection wells?

A Yes.

(Whereupon, Pennzoil's Exhibit No. 2 was marked for identification.)



, , , A Exhibit No. 2 is a schematic diagram and gamma ray neutron log of each of the proposed injection wells.

Q Let me ask you this, Mr. Huddleston, referring to Exhibit 2, which is a schematic diagram of all of the wells marked as a package in this case, package exhibit, do you have logs attached to each of your diagrams?

A Yes. Attached to each of the schematic diagrams is a gamma ray neutron log, and on the section of log that we've used for an exhibit is the perforations in which these wells are completed.

Q Are all of these wells completed in a similar manner?

A All of the wells have casing set through the pay zone and perforated. These wells all had 8-5/8ths surface pipe set to approximately 350 to 60 feet cement circulated, and on the State wells the top of the cement on the 5-1/2 casing was approximately 36 to 3700 feet and on the two Federal wells the cement was brought back to approximately 1700 feet.

- $\Omega$  Are the locations shown on your diagrams?
- A Yes. The well name and location.
- Q Are those locations the correct locations? I believe there may have been an error in the application.
  - A These are the correct locations.



BOX 10

120

Q How many injection wells do you have, Mr. Huddleston?

A On the Federal lease there are two proposed injection wells and on the State there's six proposed injection wells.

(Whereupon, Pennzoil's Exhibits No. 3-A & 3-B were marked for identification.)

Now, Mr. Huddleston, will you please refer to what has been marked as Exhibit 3-A and state to the Examiner what that shows?

A This is the production on the Phillips State lease by months and also yearly and cumulative production.

Q I believe that's 3-B, isn't it, Mr. Huddleston? Isn't 3-A the Federal?

A The Federal. The 3-A is the Phillips Federal lease, and it is the production by months, also by years, and shows the cumulative production.

Q Do you have a decline curve or decline curves?

A Yes.

(Whereupon, Pennzoil's Exhibits No. 4-A & 4-B were marked for identification.)

Q Will you please refer to what has been marked as Exhibits 4-A and 4-B and briefly state what that represents?

A Exhibits 4-A and B are production decline curves



plotted monthly versus, or barrels of oil versus time on semi log paper.

- Q Well, that exhibit won't show it, but do you have average production figures?
  - A Yes. I would like to present this as an exhibit.

(Whereupon, Pennzoil's Exhibits 5-A & 5-B were marked for identification.)

- Q Will you please refer to Exhibits 5-A and 5-B and state to the Examiner what they show?
- A Exhibits 5-A and B are the most recent production tests for the wells on the respective leases. They show the well number, date, duration of the test and barrels of oil and water and gas-oil ratio for the respective wells.
- Q Have you averaged the production, Mr. Huddleston, so you can give the Examiner an average figure on daily production and monthly production?

A The Phillips State lease has an average daily production of 3.43 barrels of oil. The Phillips 3 has an average of 3.98 barrels of oil per day. You'll note that on the Phillips Federal lease well test the No. 3 well is presently completed in the Corrigan-Queen zone, but this well has pipe set through the zone that we propose to waterflood. The Queen section in this well will be squeezed off. This well is presently producing approximately a barrel and a half



\* P.G.E of oil and 25 to 30 barrels of water a day. (Whereupon, pennzoil's Exhibit Will you please refer to Exhibit 6. No. 6 was marked for Exhibit 6 is approval from the U.S.G.S. District SPECIALIZING 1141 DEPOSITIONS, HEARINGS, STATE MENTS, EXPERT TESTIMONY, DAILY COPY, CONVENTIONS Engineer, Arthur R. Brown, granting approval to waterflood You have not requested specific approval from the Commissioner of Public Lands prior to this hearing to flood the Phillips Federal lease. You just have advised them of the application in their lease, have you? What's the date on that letter? Q That's right. (Whereupon, Pennzoil's Exhibit this case? This was August 3rd, 1966. No. 7 was marked for A identification.) Ò Have you determined a source of water? Yes. This will be indicated by our proposed A I hand You what has been marked as Exhibit 7 which appears to be a letter. Will you please state to the Examiner Exhibit 7: what that letter is?

A This is a letter from Double Eagle Corporation of New Mexico, which is a water company operating in the area, dated September 5th, stating that they have available adequate water to flood these leases.

Q Is the Double Eagle Company your proposed source of water?

A Yes, it is. To my knowledge they're the only source of water in the area.

Q What volumes of water do you propose to inject in your flood?

A From past experience in the area we expect to inject between 350 and 400 barrels of water a day, between 2500 and 3000 pounds.

Q Do you have an exhibit showing remaining primary and waterflood reserves?

A Yes.

(Whereupon, Pennzoil's Exhibits No. 8-A & 8-B were marked for identification.)

Q Will you please refer to Exhibits 8-A and 8-B and state to the Examiner what they portray?

A The Exhibits 8-A and 8-3 show the cumulative production to 7-1-66, the estimated remaining primary, the ultimate primary reserves, and in this case we expect the waterflood reserves to be equal to 100% of the ultimate primary



- Is it your opinion as a petroleum engineer that approval of this proposed flood will prevent waste and protect correlative rights?
  - Yes, it will.
- Is Pennzoil proposing that this flood be governed by Rule 701-E of the Commission rules and regulations?
  - That's correct.
- Do you have anything further to present to the Q Examiner?
  - No, I do not. Α

MR. DURRETT: If the Examiner please, that will conclude our direct examination.

#### CROSS EXAMINATION

#### BY MR. UTZ:

- As I understand, all these wells will have lined tubing and water injection under a packer?
- That's correct, Mr. Examiner. We will plasticcoat the tubing and packer and set the packer approximately a hundred feet above the top perforations and the packer also will be plastic-coated.
- What do you intend to do about the annulus? Do you intend to put any inert fluid or pressure gauge or any such thing?
  - In the past we have had the best results by filling



2 • PHONE 243-6691 PHONE 256-1294 • A

SIMMS BLDG. • P.O. BOX 1

the annulus with fresh treated water, and we put a pressure gauge on and periodically observe them. Do you intend to do this with these wells?

- Yes, we do.
- On your Exhibits No. 5-A and 5-B, were these wells tested at full capacity during any twenty-four-hour period?
- Yes, sir, they were. Actually, Mr. Examiner, these well tests add up to more than we're able to produce from the lease on a daily basis. On the Phillips State lease the daily production by test added up to 44.66 barrels and the lease will actually only produce about 38 barrels a day.
  - And, as I recall, all the surface casing is set below the fresh water zones with your cement circulated to the surface?
    - Yes, sir, that's correct.

MR. UTZ: Any other questions?

MR. DURRETT: I have one additional question.

#### REDIRECT EXAMINATION

- Mr. Huddleston, have you received verbal approval BY MR. DURRETT: of your proposed flood from the State Engineer's office?
  - Yes, I have. Mr. Irby called yesterday and gave approval.

MR. DURRETT: That's all.



MR. KELLAHIN: If the Examiner please, Jason Kellahin appearing for Cities Service Oil Company. Cities Service is the operator of acreage offsetting the waterflood project proposed by Pennzoil and a line agreement has been submitted to Cities Service management which we expect will be signed very shortly, and Cities Service endorses the proposal as made by Pennzoil.

MR. UTZ: We have a letter in the file dated
September 27th from the State Engineer, stating that he does
approve the matter in which you are injecting water here.
This error that he called our attention to was just an error in the application, was it not?

A Yes, sir, that's right, Mr. Examiner. I believe that was an error in location on the Phillips Federal No. 3.

MP. UTZ: 660 from the west instead of the east?

A Yes, sir, it was to be the east instead of the west.

MR. UTZ: Otherwise, as far as you know, the

locations in your application are correct?

A Yes, sir, and the locations shown on the schematic diagrams are correct and the plat has correct locations.

MR. DURRETT: Was Mr. Irby talking about the Phillips Federal No. 2 "Y" in Section 33?

MR. UTZ: No, he was talking about Federal No. 3.

MR. DURRETT: There's probably a typographical



error in the application. The locations on the diagrams are correct.

MR. UTZ: The location on the diagrams is different than in the application.

MR. DURRETT: Well, then, it's a typo.

A Both the plat and the diagrams are correct.

MR. UTZ: Thank you. Did you offer your exhibits?

MR. DURRETT: I don't believe we did, and we would certainly like to do so. We move the introduction of Exhibits 1 through 8.

MR. UTZ: Without objection, they will be accepted into the record.

(Whereupon, Pennzoil's Exhibits 1 through 8 were offered and admitted in evidence.

MR. UTZ: The witness will be excused.

(Witness excused.)

MR. UTZ: The case will be taken under advisement.



	the second section of the second section is a second section of the second section of the second section is a second section of the section of the second section of the section of the second section of the section o		1
VENTIONS	INDE	<u>x</u>	PAGE
SELVENT SETTINONY, DAILY COPY, COM- 415. EXPERT TESTINONY, DAILY COPY, COM- 418 ALBUQUERQUE, NEW MEXICO  ALBUQUERQUE, NEW MEXICO	WITNESS  KENNETH R. HUDDLESTON  Direct Examination by Mr.  Cross Examination by Mr.  Redirect Examination by	065	2 9 10
FNIBY-MBIBE CONTINUES STATE MEINING IN DEPOSITIONS, HEARINGS, STATE MEINING IN DEPOSITIONS, PHONE 243-6691	Pennzcil's 1 Pennzcil's 2 Pennzoil's 3-A & B Pennzoil's 4-A & B Pennzoil's 5-A & B Pennzoil's 5-A & B Pennzoil's 7 Pennzoil's 7 Pennzoil's 8-A & B	MARKED  3 3 5 5 7 7 8	OFFERED AND ADMITTED  12 12 12 12 12 12 12 12 12 12



BOX 1092 • PHONE 243-6691 EAST • PHONE 256-1294 •

STATE OF NEW MEXICO ) SS COUNTY OF BERNALILLO )

I, ADA DEARNLEY, Notary Public in and for the County of Bernalillo, State of New Mexico, do hereby certify that the foregoing and attached Transcript of Hearing before the New Mexico Oil Conservation Commission was reported by me; and that the same is a true and correct record of the said proceedings, to the best of my knowledge, skill and ability.

Witness my Hand and Seal this 10th day of October, 1966.

My Commission Expires:

June 19, 1967.



I do hereby continy that the foregoing is

#### 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 FURPOSE OF CONSIDERING:

> CASE No. 3459 Order No. R-3129

APPLICATION OF PENNZOIL COMPANY FOR A WATERFLOOD PROJECT, LEA COUNTY, NEW MEXICO.

#### ORDER OF THE COMMISSION

#### BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on September 28, 1966, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 4th day of October, 1966, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, 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, Pennzoil Company, seeks permission to institute a waterflood project in the Maljamar (Grayburg-San Andres) Pool by the injection of water into the Grayburg-San Andres formation through eight injection wells in Sections 28 and 33, Township 17 South, Range 33 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 waterflood project should result in the recovery of otherwise unrecoverable oil, thereby preventing waste.

-2-CASE No. 3459

- (5) That the applicant further seeks the establishment of an administrative procedure whereby additional wells and leases Order No. R-3129 operated by the applicant could be included in the waterflood
- (6) That the subject application should be approved and the project should be governed by the provisions of Rules 701, 702, and project area. 703 of the Commission Rules and Regulations.
  - (1) That the applicant, Fennzoil Company, is hereby autho-IT IS THEREFORE ORDERED: rized to institute a waterflood project in the Maljamar (Grayburg-San Andres) Pool by the injection of water into the Grayburg-San Andres formation through the following-described wells in Township 17 South, Range 33 East, MMPM, Lea County, New Mexico:
    - Phillips Federal Well No. 2Y, located 330 feet from the North line and 1650 feet from the East line of Sec-
    - Phillips Federal Well No. 3, located 1980 feet from the North line and 660 feet from the East line of Sec-
    - Phillips State Well No. 2, located 1980 feet from the South line and 660 feet from the West line of Sec-
    - Phillips State Well No. 4, located 330 feet from the North line and 330 feet from the West line of Sec-
    - Phillips State Well No. 6, located 2310 feet from the North line and 1980 feet from the West line of Sec-
    - Phillips State Well No. 8, located 660 feet from the South line and 1980 feet from the West line of
    - Phillips State Well No. 10, located 1650 feet from the South line and 1650 feet from the Bast line of Sec-
    - Phillips State Well No. 13, located 660 feet from the South line and 660 feet from the East line of Section 28

-3-CASE No. 3459 Order No. R-3129

- (2) That the subject waterflood project is hereby designated the Fennzoil Maljamar Waterflood Project and shall be governed by the provisions of Rules 701, 702, and 703 of the Commission Rules and Regulations; provided, however, that the Secretary-Director of the Commission may approve expansion of said waterflood project to include additional injection wells and leases as may be necessary to complete an efficient waterflood injection pattern.
- (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

ON CONSERVATION COMMISSION

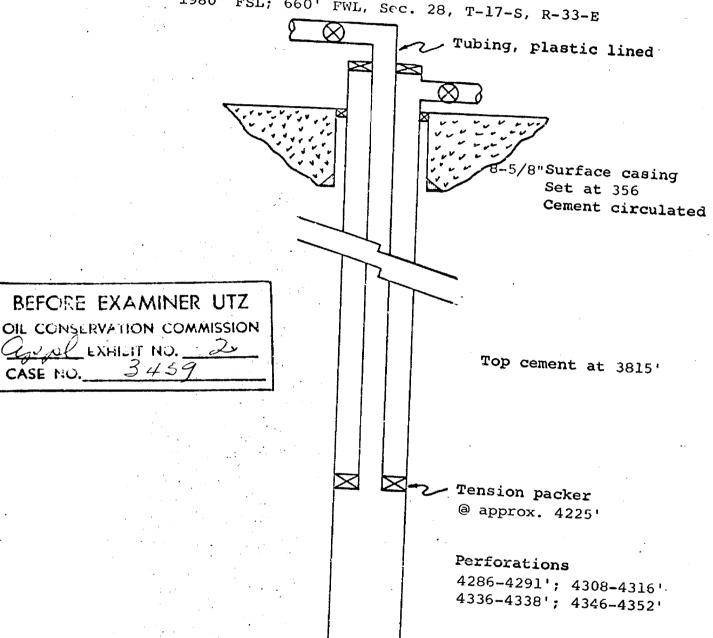
JACK M. CAMPBELL, Chairman

a. h. Caven, h.

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

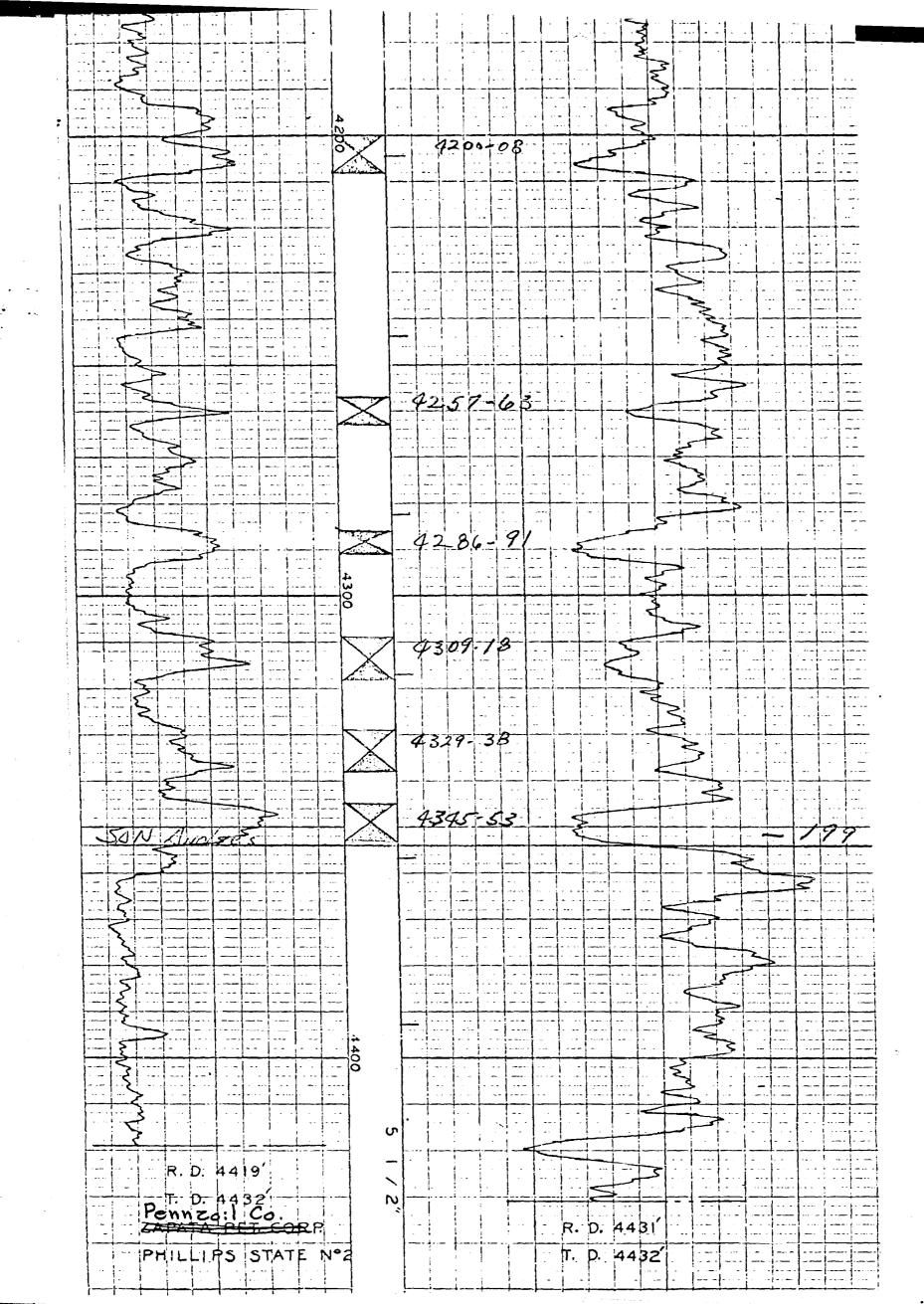
Phillips State No. 2

1980' FSL; 660' FWL, Sec. 28, T-17-S, R-33-E

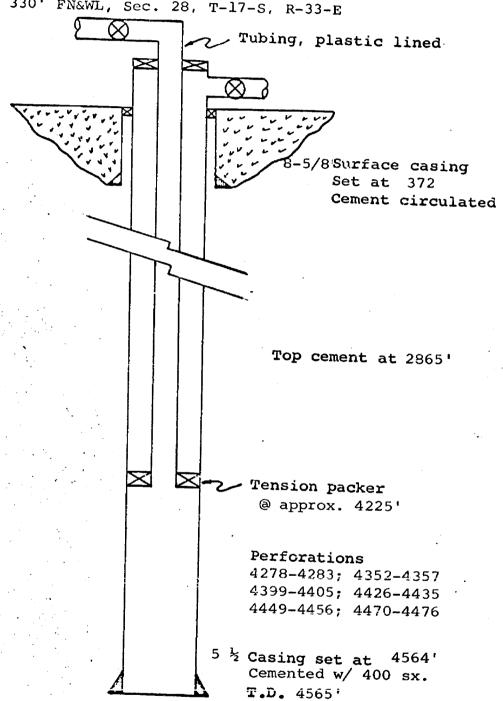


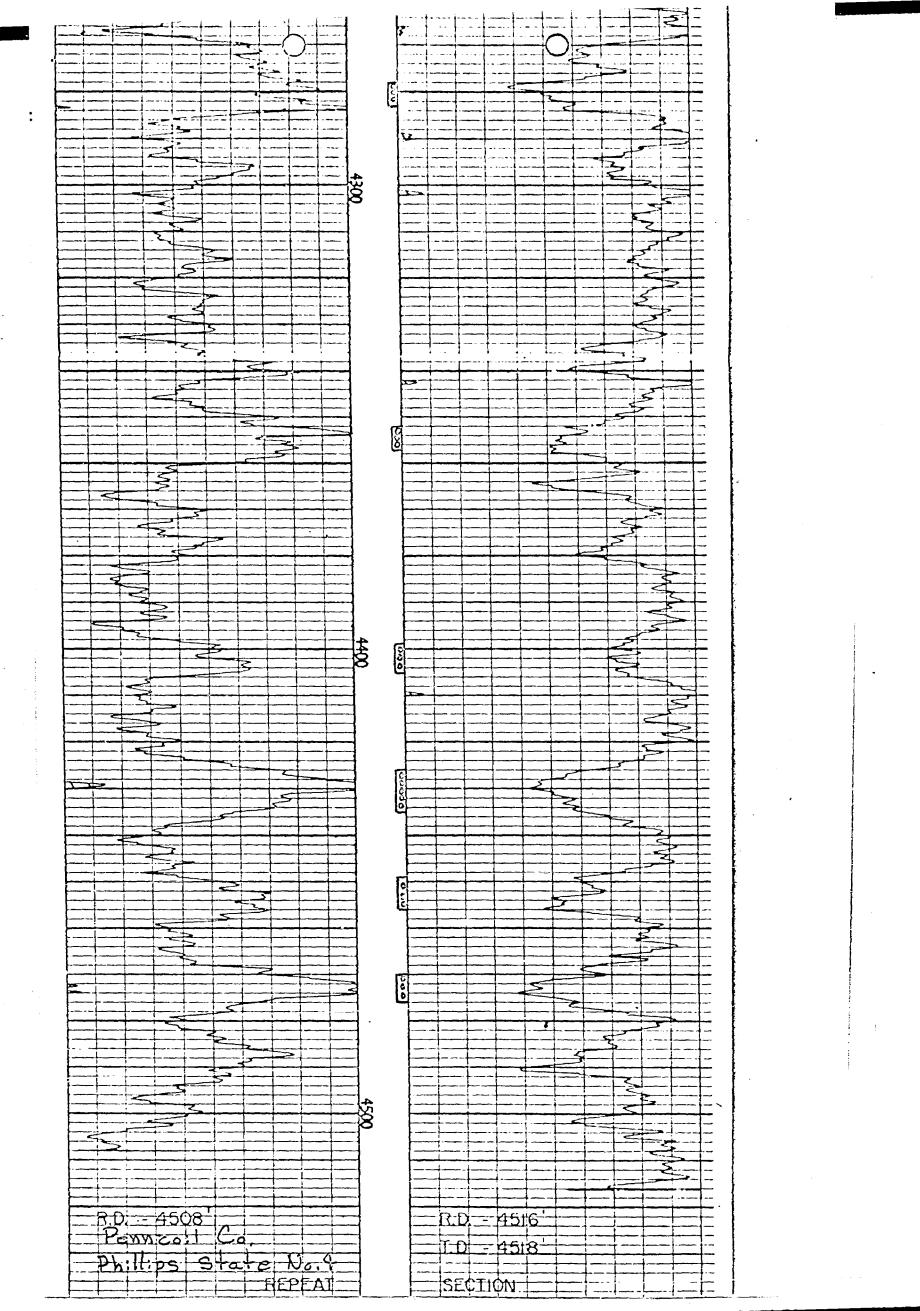
5 ½ Casing set at 4459' Cemented w/ 200 sx.

T.D. 4460'



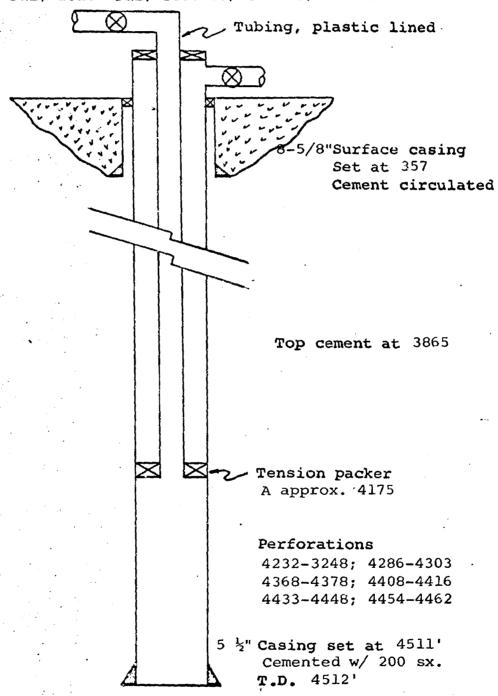
Phillips State No. 4
330' FN&WL, Sec. 28, T-17-S, R-33-E



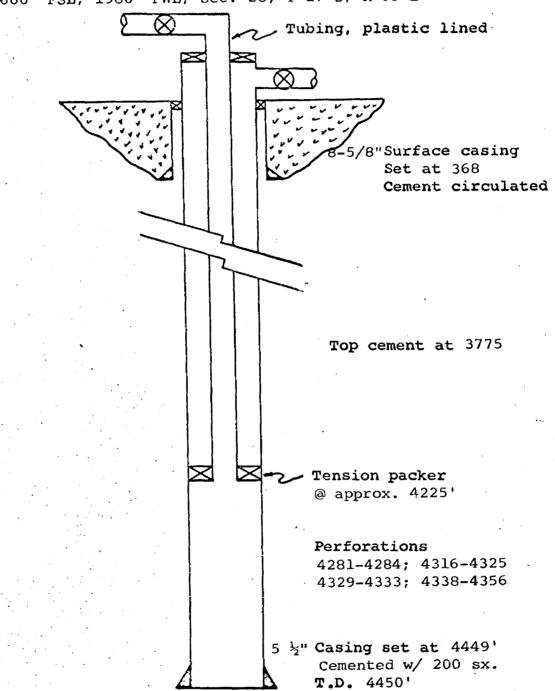


Phillips State No. 6

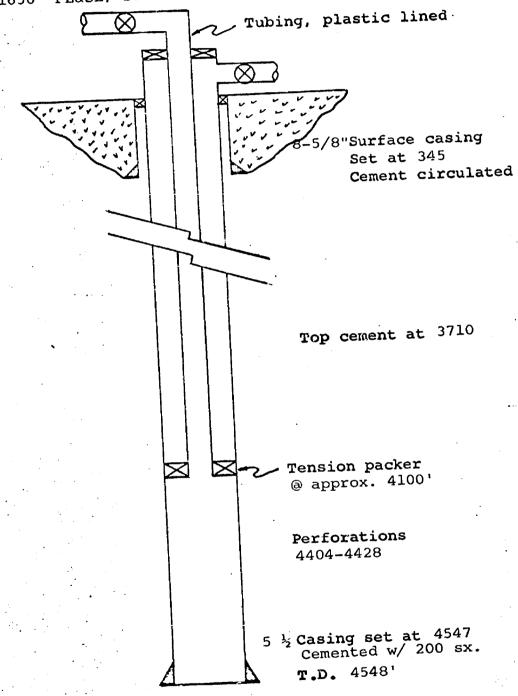
1980' FWL, 2310' FNL, Sec. 28, T-17-S, R-33-E

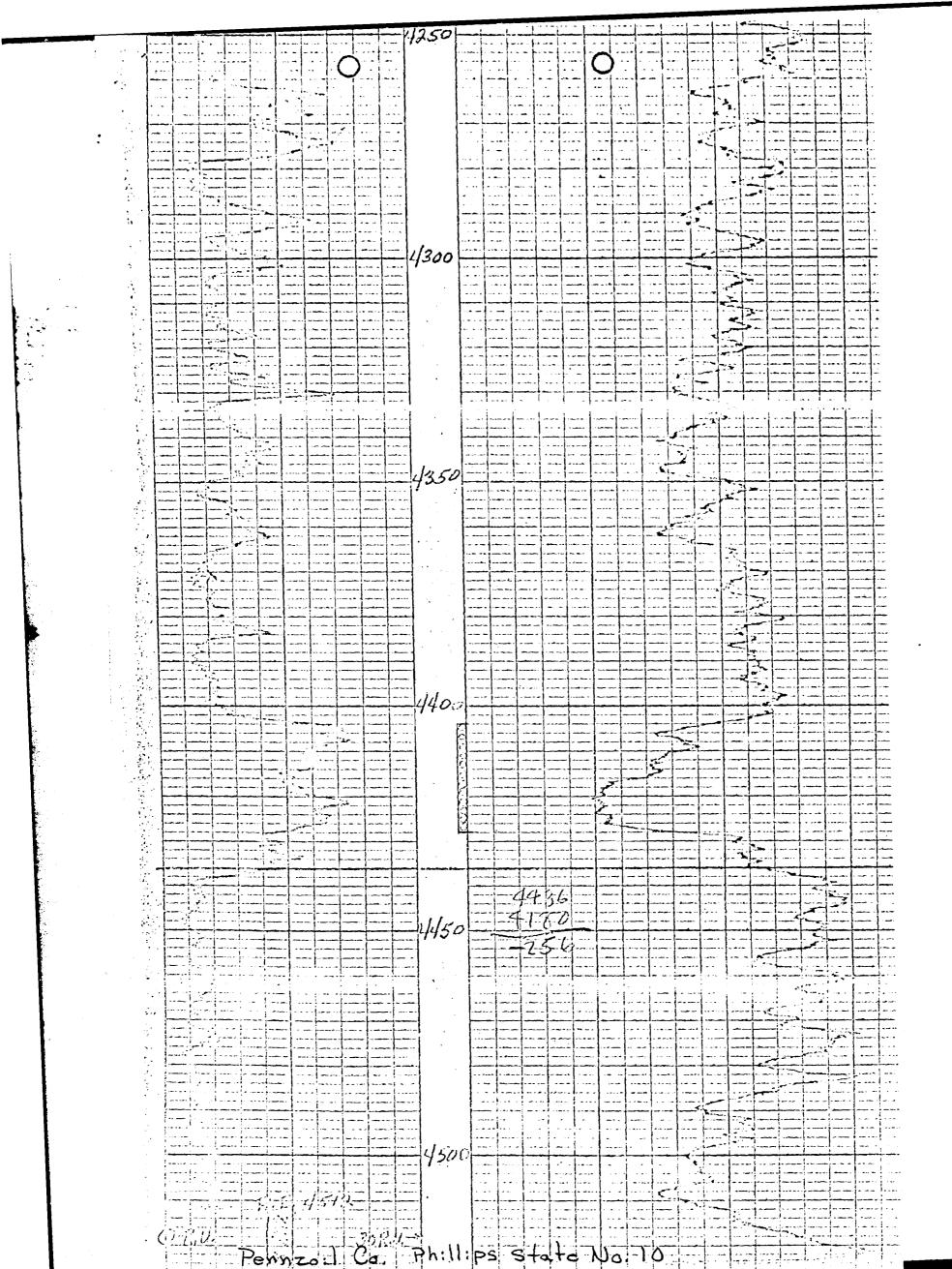


Phillips State No. 8 660' FSL, 1980' FWL, Sec. 28, T-17-S, R-33-E

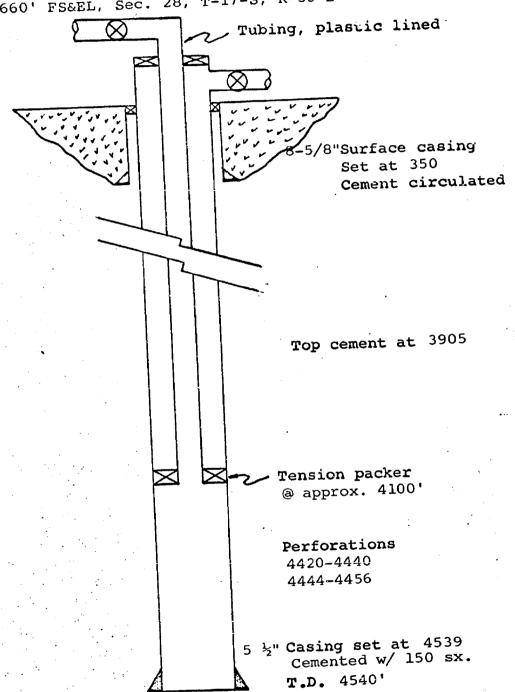


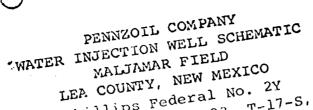
Phillips State No. 10 1650' FE&SL, Sec. 28, T-17-S, R-33-E



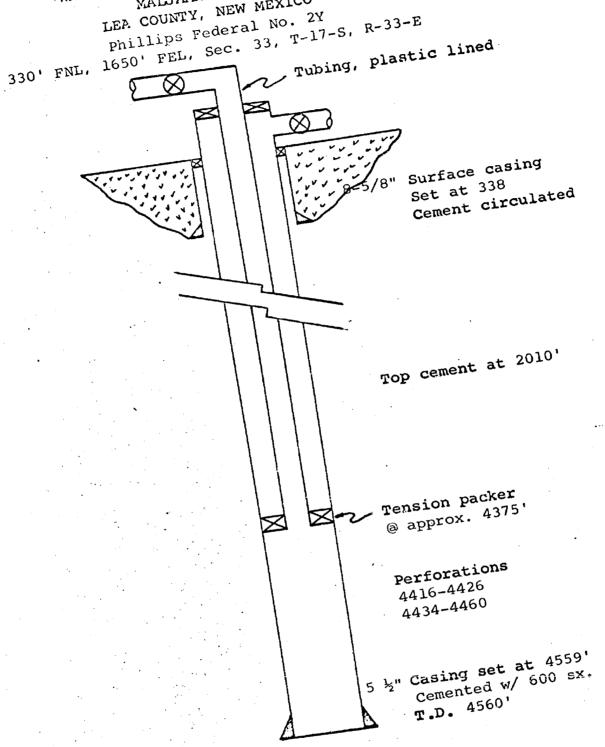


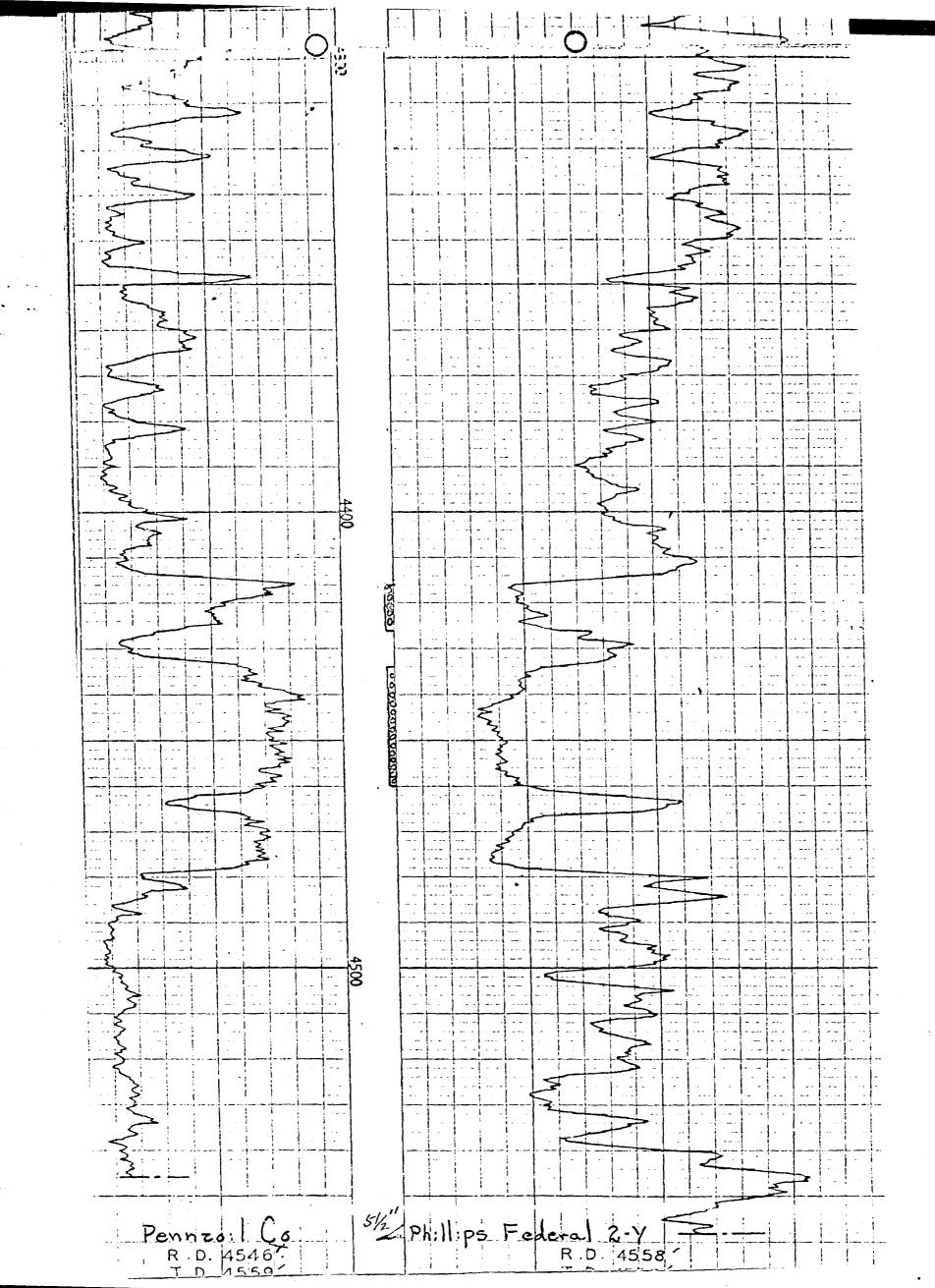
Phillips State No. 13 660' FS&EL, Sec. 28, T-17-S, R-33-E





Phillips Federal No. 2Y





# PENNZOIL COMPANY Production Data Phillips Federal Lease Maljamar Field Lea County, New Mexico

105	7					3.P)
<u>195</u>	<u> </u>				1961	85%
Month	BOPM	<u></u>			1901	
Dec.	§ 853			Month	BOPM	" " " "
	∮ 853	853		Jan.		
1958	3			Feb.	831	
	<b>-</b>			March	767	
Jan.	1717			April	854	
Feb.	2486			May	826	
March	2166			June	811	
April	1908	•		July	736	
May:	1392	•		Aug.	731 733	
June	1893			Sept.	733 708	
July	1672		•	Oct.	651	
Aug.	1723			Nov.	659	
Sept.	1347			Dec.	650	50
Oct.	1394				050	52,770
Nov.	1481			19	962	
Dec.	1490	21,512				
_		/312		Jan.	631	
1959				Feb.	567	
				March	610	
Jan.	1358			April	602	
Feb.	1136			May	588	
March	1271			June	507	
April	1056			July	556	
May	1089			Aug.	625	
June ,	1026			Sept.	551	
July	1044			Oct.	527	
Aug. Sept.	1072			Nov.	478	
Oct.	899			Dec.	534	59,546
Nov.	1027				_	,
Dec.	893			<u> 196</u>	<u>3</u>	
	907	34,300		Jan.		
<u>1</u> 960		ú.		Feb.	485	
=300				March	457	
Jan.	908	r		April	517	
Feb.	836			May	407	
March	866			June	502	
April	736			July	460	
May	826			Aug.	463	
June	750			Sept.	459	
July	816			Oct.	413 452	
Aug.	817			Nov.	452 447	
Sept.	764			Dec.	447 446	<i>C</i> = .
Oct.	811				330	65,054
Nov.	753					
Dec.	630	43,813				
		_				

|--|

Month	BOPM	
Jan. Feb. March April May	423 434 445 446 435	
June July Aug.	417 410	
Sept. Oct.	409 403 412	
Nov. Dec.	414 353	70,055
196	55	

#### 1965

Jan.	415	
Feb.	376	
March	400	•
April	268	
May	294	
June	383	
July	338	
Aug.	404	
Sept.	431	•
Oct.	434	
Nov.	401	
Dec.	432	74,631

#### 1966

Jan.	477	
Feb.	422	
March	403	•
April	384	
May	416	
June	309	77,042
	•	,042

10% (5)

# PENNZOIL COMPANY Production Data Phillips State Lease Maljamar Field Lea County, New Mexico

<u>.</u>	1957			Ş
Month	n PODM		1961	
		Month	BOPM	
Dec.	2853	Jan.		
Total	3053	Feb.	2773	
	2853	March	2140 2456	
1	<u>.9</u> 58	April	2456	
		May	2255	
Jan.	5764	June	2013	
Feb.	7138	July	2092	
March		Aug.	1976	
April	6366	Sept.	1968	
May	7263	Oct.	2018	
June	5990	Nov.	1990	
July	5676	Dec.	1963	170,014
Aug.	5293			1,0,014
Sept.	4874	19	<u>62</u>	
Oct.	4653			•
Nov.	4673	Jan.	1984	
Dec.	4389 71,064	Feb.	1686	
7.0		March	1956	
19	59	April	1639	
T	4.5.5	May	1834	
Jan. Feb.	4239	June	1671	
reb. March	3712	July	1627	
April	3765	Aug.	1598	
May	3409	Sept.	1478	
June	3611	Oct.	1518	
July	3500	Nov.	1565	
Aug.	3491	Dec.	1625	190,201
Sept.	3412	100	_	
Oct.	3080 3120	196	3	
Nov.	2985	Jan.	2	
Dec.		Feb.	1611	
	3044 112,432	March	1398	
<u>196</u>	0	April	1503	
		May	1460 1401	•
Jan.	3059	June	1574	
Feb.	2855	July	1654	
March	2797	Aug.	1466	
April	3008	Sept.	1472	
May	2939	Oct.	1393	
June	2530	Nov.	1295	
July	2574	Dec.	1287	207,715
Aug.	2416			201,115
Sept.	2356			
Oct.	2679			
Nov.	2414			
Dec.	2086 144,145			

CASE NO.	3459	
- <u>-                                  </u>	XHIST NO	3 lu
OIL CONSEI	WATION COMM	MOISSIN
	EVIZAVATI AFK	UIZ
BEFORE	EXAMINER	1177

Page No. 2 Production Data Phillips State Lease

	1964	
Month	BOPM	
Jan. Feb. March April May	1370	
June July Aug. Sept. Oct. Nov. Dec.	1193 1129 1291 1251 1205 1183 1205	
	1327 965	222,759
Jan. Feb. March April May June July Aug. Sept. Oct. Nov. Dec.	1327 1143 1198 1180 1033 1129 1053 1155 1217 1250 1174 1192	236,810
19		
Jan. Feb. March April May June	1116 980 1327 1150 1025 946	
Cumulat: Product:		

243,354

7-1-66

#### PENNZOIL COMPANY

#### Production Tests

#### PHILLIPS STATE LEASE Maljamar Field Lea County, New Mexico

WELL NO.	DATE	STATUS	HRS.	во	BW	GOR
1	8-20-66	Pumping	24	7.16	3.06	462
2	8-21-66	Pumping	24	1.14	0.20	2036
3	7-23-66	Pumping	24	1.14	0.20	2498
4	7-25-66	Pumping	24	4.57	2.24	623
5	8-24-66	Pumping	24	1.14	0.20	2900
6	8-25-66	Pumping	24	2.27	0.20	715
7		Shut-In			÷	
8	7-27-66	Pumping	24	12.90	8.59	256
9 <b>y</b>	7-28-66	Pumping	24	8.31	1.46	216
10	) year	Shut-In			4	
11		Shut-In				
12	7-30-66	Pumping	24	2.28	0.20	1018
13	7-29-66	Pumping	24	3.75	15.47	759

BEFORE EXAMINER UTZ

CIL CONSERVATION COMMISSION

CASE NO. 3459

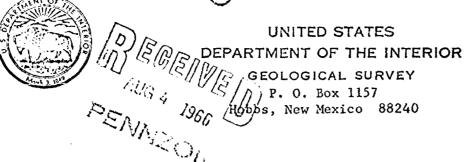
#### PERNZOIL COMPANY

#### Production Tests

### PHILLIPS FEDERAL LEASE Maljamar Field Lea County, New Mexico

WELL NO.	DATE	STATUS	HRS.	во	BW	GOR
1	5-13-66	Pumping	24	6.82	6.79	340
2 <b>y</b>	5-13-66	Pumping	24	5.11	6.88	160
* 3		Pumping				

BEFORE EXAMINER UTZ
OIL CONSERVATION COMMISSION
CASE NO. 2459



WAH
WEG
KRH
CAB
HPG
LLT
August 3, 1966
GK
GK
FMCB
RU
Acet

Pennzoil Company 1007 Midland Savings Building Midland, Texas 79704

Attention: Mr. Kenneth R. Huddleston

Gentlemen:

Your letter of July 26 requests approval to institute a waterflood of the Grayburg-San Andres formation in the N2NE4 and the SE2NE4 sec. 33, T. 17 S., R. 33 E., Lea County, New Mexico, lease Las Cruces 060967. Waterflood operations are to be on a lease basis with cooperation along lease lines in the selection and operation of injection wells.

The plan you propose for waterflooding the Grayburg-San Andres formation on lease Las Cruces 060967 is satisfactory to this office.

Appropriate notices to convert existing wells to water injection should be submitted for approval prior to commencing the work. Duplicate copies of a monthly progress report should be submitted showing the volume of water injected and average pressures for each injection well and monthly oil and water production for the producing wells in the project area.

Approval of the project by the New Mexico Oil Conservation Commission pursuant to Rule 701 is required.

Sincerely yours,

BEFORE EXAMINER UTZ

OIL CONSERVATION COMMISSION

quelexHIST NO.

CASE NO.\_

Arthur R. Brown

District Engineer

### DOUBLE EAGLE CORPORATION OF NEW MEXICO

P. O. BOX 1586 ROBWELL, N. MEX. 88201



100 BO. KENTUCKY

September 5, 1966

Mr. Ken Huddelston Pennzoil Company 706 First National Bank Building Midland, Texas 79701

	WAH	
	WEG	
	KRH	
	CAB	
·	HPG	
	LPT	
	JWH	i
	SH	1
	GK	
	MM	
	FMcB	
	Ků .	
	Acct	
	kile	

Re: Proposed Waterflood Sec. 28, T17S, R33E

Lea County, New Mexico

Dear Sir:

Confirming our telephone conversation of August 26 concerning the above, please be advised that the Double Eagle System in that area can adequately furnish estimated 3300 BWPD which will be required by your plant and delivered to your plant site at \$.0275 per barrel.

As soon as possible I will forward for your examination our standard form contract which will be similar to the previous one accomplished by the Caprock Water Company and Zapata Petroleum Corporation.

Yours very truly,

DCUBLE EAGLE CORPORATION OF NEW MEXICO

J. T. Howard Manager

SEP 7 1966

PENNZOIL

BEFORE EXAMINER UTZ

NOISSIMMCD NOITAVABLED 

CASE NO.

JTH/eh

## PENNZOII. COMPANY Primary & Waterflood Reserves Phillips State Lease Maljamar Field Lea County, New Mexico

Cumulative Production - 7-1-66

Remaining Primary Reserves

52,556 BO

Ultimate Primary Reserves

295,910 BO

Water Flood Reserves = 100% X Ultimate Primary = 295,910 BO

SEFORE EXAMINER UTZ

CIL CCINSERVATION COMMISSION

EXHIEIT NO. 8 - a

CASE NO. 3459

## PENNZOIL COMPANY Primary & Waterflood Reserves Phillips Federal Lease Maljamar Field Lea County, New Mexico

Cumulative Production - 7-1-66

77,042 BO

Remaining Primary Reserves

26,789 BO

Ultimate Primary Reserves

103,831 BO

Water Flood Reserves = 100% X Ultimate Primary =

103,831 BO

BEFORE EXAMINER UTZ
OIL CONSERVATION COMMISSION
LEGAL EXHIBIT NO. 8-6
CASE NO. 3459