

July 27, 1995

11368

**APPLICATION OF PLAINS PETROLEUM OPERATING COMPANY
TO RE-ESTABLISH THE TEAGUE SIMPSON (MC KEE) WATERFLOOD PROJECT
IN LEA COUNTY, NEW MEXICO.**

Brief:

Plains Petroleum Operating Company made application for administrative authorization to expand the subject waterflood project by converting two wells to injection as follows:

Baylus Cade Well No.5
985' FSL & 1650' FWL
Section 35, T23S, R37E

E.C. Hill 'B' Federal Well No.13
947' FSL & 1361' FEL
Section 34, T23S, R37E

Both in Lea County, New Mexico.

The subject waterflood project was initiated by Carter Foundation Production Company in March, 1965 by Division Order R-2883, Case No.3214. Two wells were permitted by this order and both are separate and distinct from those covered by this application. First, the Carter-Hill Well No.2-M, *now known as the E.C. Hill 'B' Well No.3* and located in Unit Letter B of 34-T23S-R37E. This well was recompleted and converted back to production in 1973. Second, The Carter-Hill Well No.3-MD, *now known as the E.C. Hill Federal Well No.4*, was also converted back to production but has been shut-in since 1973.

Due to the length of time since active injection (20 plus years), the Division considers this project to be terminated and must be re-established through the hearing process.