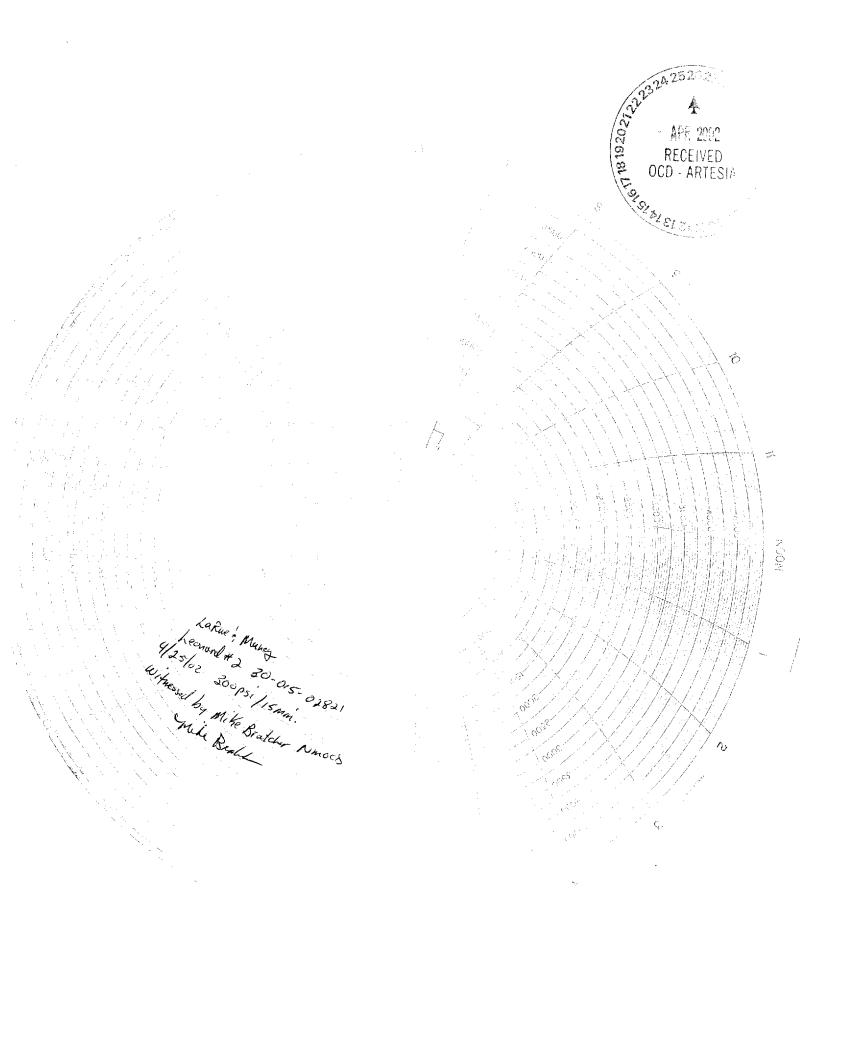
CONDITIONS OF APPROVAL, IF ANY:

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DISTRICT III 1000 Rio Brazos Rd., Aztec,	NM 87410		P 2012	6. State Oil & Gas I E-785	
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3. Address of Operator	ARTESIA, NM	88211-1370		9. Pool name or W	idat GRAYBURG SAN ANDRES
4. Well Location	·				
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I hereby certify that the inform	nation above is true fad comp	lete to the best of my knowled	ige and belief. OWNER		_{DATE} 4/25/02
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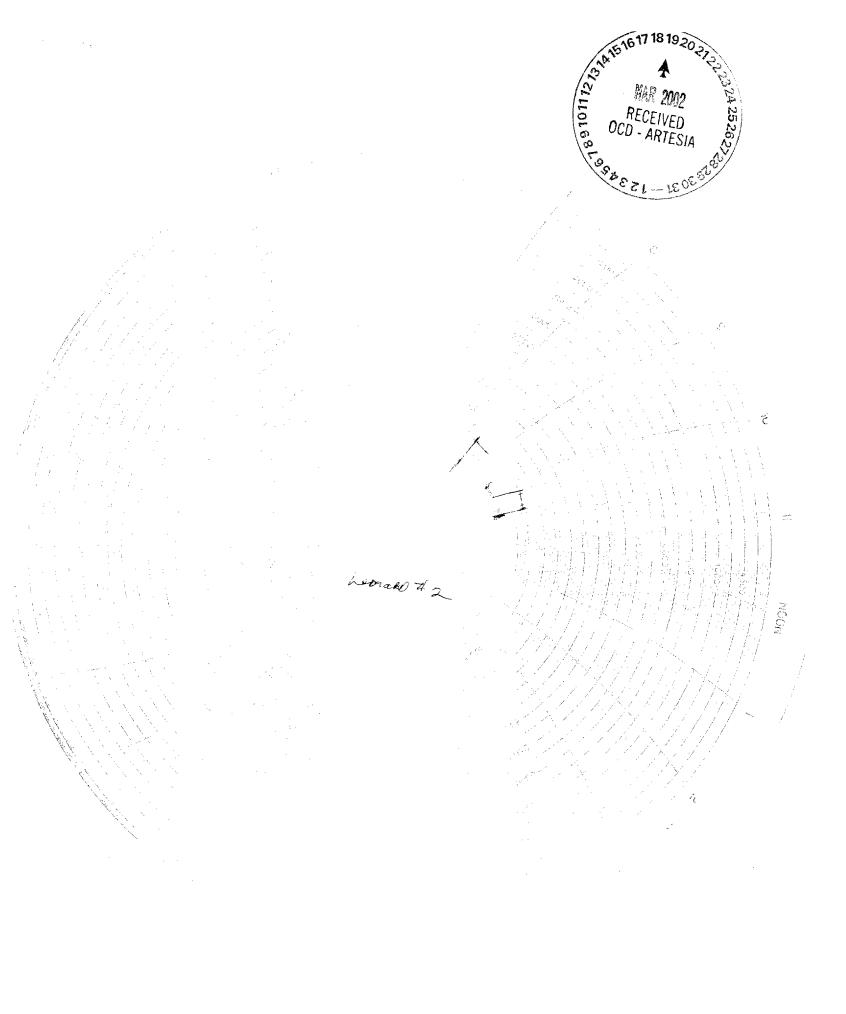


CONDITIONS OF APPROVAL, IF ANY:

State of New Mexico



to Appropriate District Office	Energy, Minerals and Natural R	esources Department	5 (Revised 1-1-89
DISTRICT I P.O. Box 1980, Hobbs, NM 88240	OIL CONSERVATION P.O. Box 20/2	N DEMISION	WELL API NO.	
DISTRICT II	Santa Fe, New Mexico		30-015-02821	
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DISTRICT III	Econy Consu		- 12-1	
1000 Rio Brazos Rd., Aztec, NM 87410	्री पूर्व पुरुष	RECEIVED OCD - ARTESIA	State Oil & Gas Lease No. 98-785	A
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C E LaRUE & B N MUNCY	JK.		2	
3. Address of Operator P O BOX 1370 ARTE	SIA, NM 88211-1370	•	9. Pool name or Wildcat	yburg san andres
4. Well Location			SQUARE DAKE GRA	IDONG DAN ANDRED
Unit Letter N: 19	80 Feet From The W	Line and660	Feet From The	S Line
Section 36	Township 16S R	ange 29E	MPM EDDY	County
	10. Elevation (Show whether 3684 DF	DF, RKB, RT, GR, etc.)		
11. Check	Appropriate Box to Indicate	Nature of Notice, Re	eport, or Other Data	
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OTHE R :		OTHER:		
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I hereby certify that the information above is to	nue and complete to the best of my knowledge and	i belief. OWNER		3/15/02
SKINATURE	Т	T.E OWNER	DATE	
TYPE OR PRINT NAME			TELE	PHONE NO.
(This space for State Use)		July &	LAD D	MAR 19 2002
APPROVED BY	11.70	rle ——————	DATE	· —————



ubmit 3 Copies

State of New Mexico

Form C-103
Revised 1-1-89

Appropriate istrict Office	Energy, Minerals and Natural	Resources Department	Revised 1-1-89			
ISTRICT O. Box 1980, Hobbs, NM 88240	OIL CONSERVAT	o St.	WELL API NO. 30-015-02821			
ISTRICT II O. Drawer DD, Artesia, NM 88210	Santa Fe, NM 87505		5. Indicate Type of Lesse STATE X FEE			
ISTRICT III 000 Rio Brazos Rd., Azzec, NM 87410			6. State Oil & Gas Lease No. E-785			
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Name of Operator C. E. LaRUE			8. Well No.			
	ARTESIA, NM 88211-1370)	9. Pool name or Wildcat GRAYBURG PREMIER SAND			
Well Location Unit Letter N : 19	80 Feet From The WEST	Line and 660	Feet From The SOUTH Line			
Section 36	Township 16S	Range 29E	NMPM EDDY County			
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			RECLIVEU ARTESIA 30			
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MECREPANTING C E LARU	E		TELEPHONE NO.505 746-240			
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02/15/03 11:42:17 OGOMES -TPGW

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INQUIRE WELL COMPLETIONS

API Well No : 30 15 2821 Eff Date : 01-14-2002 MC Status

Pool Idn 57570 SQUARE LAKE; GRAYBURG-SAN ANDRES

OGRID Idn 3292 C E LARUE & B M MUNCY JR 5694 LEONARD

Prop Idn

Well No 002

GL Elevation: 3684

U/L Sec Township Range North/South East/West Prop/Act(P/A)

 ω 16S 29E FTG 660 F S F'IG 1980 F W П

Lot Identifier:

B.H. Locn

Dedicated Acre:

Lease Type

Type of consolidation (Comm, Unit, Forced Pooling - C/U/F/O) :

M0025: Enter PF keys to scroll

PF07 PF01 HELP PF08 PF02 PF09 PF03 EXIT PF10 NEXT-WC PF11 HISTORY PF12 NXTREC PF04 GoTo PF05 PF06

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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. 2579 Order No. R-2269

APPLICATION OF NEIL E. SALSICH FOR APPROVAL OF A WATERFLOOD PROJECT, 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 7, 1962, at Santa Fe, New Mexico, before Daniel S. Nutter, 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 <u>21st</u> day of June, 1962, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Daniel S. Nutter, 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, Neil E. Salsich, seeks approval of a waterflood project in the Square Lake Pool with the injection of water into the Grayburg formation to be through five wells located in Section 36, Township 16 South, Range 29 East, NMPM, Eddy County, New Mexico.
- (3) That the wells in the proposed project area are in an advanced stage of depletion and should be classified as "stripper" wells.
- (4) That approval of the subject application will neither cause waste nor impair correlative rights; provided, however, that unless agreed to by all parties, the transfer of allowables across lease lines where royalty ownership is diverse should not be authorized.

(5) That an administrative procedure should be established whereby the General American Oil Company of Texas may be authorized to convert to water injection its Nunlee Federal Well No. 5, located in Unit H of Section 35, Township 16 South, Range 29 East, NMPM, Eddy County, New Mexico, upon application and notification to offset operators.

IT IS THEREFORE ORDERED:

(1) That the applicant, Neil E. Salsich, is hereby authorized to institute a waterflood project in the Square Lake Pool with the injection of water into the Grayburg formation through the following-described wells located in Section 36, Township 16 South, Range 29 East, NMPM, Eddy County, New Mexico:

Hollis State Well No. 1, Unit L; Leonard State Well No. 1, Unit F; Leonard State Well No. 2, Unit N; Leonard State Well No. 4, Unit J; and Leonard State Well No. 5, Unit D.

- (2) That an administrative procedure is hereby established whereby the General American Oil Company of Texas may be authorized to convert to water injection its Nunlee Federal Well No. 5, located in Unit H of Section 35, Township 16 South, Range 29 East, NMPM, Eddy County, New Mexico, upon application to the Commission and notification of such application to the State Engineer Office and to all offset operators.
- (3) That the waterflood project shall be governed by Rule 701, including the allowable provisions thereof.

<u>PROVIDED HOWEVER</u>, That unless otherwise agreed to by all parties and evidence thereof furnished the Commission, the transfer of allowables within the project area of this waterflood shall be authorized only insofar as the transfer is made between wells having common royalty ownership.

(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
OIL CONSERVATION COMMISSION

EDWIN L. MECHEM, Chairman

SEAL

E. S. WALKER, Member