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	1 2	BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO
	2 3	IN THE MATTER OF THE APPLICATION OF SUNRAY
	4	MID-CONTINENT OIL COMPANY AND BRITISH AMERICAN OIL PRODUCING COMPANY FOR AN ORDER
	5	AUTHORIZING A SECONDARY RECOVERY PROJECT IN THE BISTI-LOWER GALLUP OIL POOL IN SAN JUAN
	6	COUNTY, NEW MEXICO, PURSUANT TO RULE 701 OF THE COMMISSION'S RULES AND REGULATIONS.
	7	WITHDRAWAL OF APPLICATION
	8	Come now Sunray Mid-Continent Oil Company and British American Oil
	9	Producing Company, the joint applicants herein, and formally withdraw their
2RT	10	application heretofore filed in the above-entitled matter and further re-
E AND GILBERT AT LAW EW MEXICO	11	quest that the hearing upon said application be cancelled.
E AND AT L/ EW ME	12 13	
RT, WHITE A Attorneys A' 'Nta fe, new	13	SUNRAY MID-CONTINENT OIL COMPANY
GILBERT, V ATTO SANTA	15	By Auchila
GILB	16	One of its Attorneys
	17	
	18	BRITISH AMERICAN OIL PRODUCING COMPANY
	19	By R. W. Sullivon for
	20	R. W. Sullivan 1512 Mile High Center Denver 2, Colorado
	21	By Lewhite
	22	L. C. White Santa Fe, New Mexico
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BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF SUNRAY MID-CONTINENT OIL COMPANY AND BRITISH AMERICAN OIL PRODUCING COMPANY FOR AN ORDER AUTHORIZING A SECONDARY RECOVERY PROJECT IN THE BISTI-LOWER GALLUP OIL POOL IN SAN JUAN COUNTY, NEW MEXICO, PURSUANT TO RULE 701 OF THE COMMISSION'S RULES AND REGULATIONS.

CASE NO. 1519

<u>A P P L I C A T I O N</u>

TO THE HONORABLE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

COMES NOW the Applicants, Sunray Mid-Continent Oil Company and British American Oil Producing Company, and respectfully allege and state as follows:

1. That it is desired to inject liquefied petroleum gas and gas, pursuant to Rule 701 of the Commission's Rules and Regulations, into the Bisti-Lower Gallup Oil Pool underlying the following described acreage:

All of Section 35, Township 26 North, Range 13 West, N.M.P.M.

The Northwest Quarter (NW/4) and the East Half (E/2) of Section 1, Township 25 North, Range 13 West, less the Northeast Quarter of the Northeast Quarter (NE/4 NE/4) of said Section 1, N.M.P.M.

The Northeast Quarter (NE/4) of Section 12, Township 25 North, Range 13 West, N.M.P.M.

> Owned and operated by British American Oil Producing Company

The South Half of Section 31, Township 26 North, Range 12 West, except the Southwest Quarter of the Southwest Quarter (SW/4) SW/4) of said Section 31, N.M.P.M.

All of Section 6, Township 25 North, Range 12 West, except the Northwest Quarter of the Northwest Quarter (NW/4 NW/4) of said Section 6, N.M.P.M.

The Northwest Quarter (NW/4) and the East Half (E/2) of Section 7, Township 25 North, Range 12 West, N.M.P.M.

Owned and operated by Sunray Mid-Continent Oil Company

All in San Juan County, New Mexico.

2. That the wells in the Bisti-Lower Gallup Oil Pool are producing from the Lower Gallup Oil Sand which is found between the depths of 4826 feet and 4860 feet in British American Oil Producing Company's Marye Well No. 1 located in the Northeast Quarter of the Northeast Quarter (NE/4 NE/4) of Section 1, Township 25 North, Range 13 West, N.M.P.M., San Juan County, New Mexico.

That it is proposed to inject liquefied petroleum gas and gas into 3. British American Oil Producing Company's Marye Well No. 2, located in the Northeast Quarter of the Northeast Quarter (NE/4 NE/4) of Section 12, Township 25 North, Range 13 West, and into Sunray Mid-Continent Oil Company's Federal "C", Well No. 20, located in the Southwest Quarter of the Northwest Quarter (SW/4 NW/4) of Section 7, Township 25 North, Range 12 West, both in San Juan County, New Mexico.

4. That casing has been set and cemented in each proposed injection well as follows: All Wend Herner &

(a) Sunray's Federal "C" No. 20:

8-5/8" casing set at 294' with 175 sacks of cement. 5-1/2" casing set at 5049' with 200 sacks of cement. Page -2-

(b) British American's Marye No. 2:

9-5/8" casing set at 222' with 175 sacks of cement 5-1/2" casing set at 4980' with 130 sacks of cement

(c) The casing in each injection well will be tested in accordance with such rules and methods heretofore approved by the Commission or as may be prescribed by it prior to use as an injection well.

5. That it is estimated that between 250 and 1200 barrels per day of liquefied petroleum gas for a total per well injection of 25,000 barrels to 50,000 barrels which will be followed by between 400,000 and 1,500,000 cubic feet of gas per day will be injected into each injection well. That the liquefied petroleum gas will be purchased from outside sources and that the gas will consist of produced casinghead gas from the Lower Gallup Oil Formation with needed make-up gas to be purchased from outside sources.

6. That the Commission by its Order No. R-1027 dated August 7, 1957, has heretofore granted to Sunray Mid-Continent Oil Company permission to inject liquefied petroleum gas followed by gas into the Bisti-Lower Gallup Oil Pool for the purposes of secondary recovery.

7. That attached hereto, marked Exhibit "A", and made a part hereof by this reference, is a plat showing the location of the proposed intake wells; the location of all oil and gas wells, including drilling wells and dry holes, and the names of lessees within one-half mile of the proposed intake wells; and the name of each offset operator.

8. That the operators of this project and their addresses are Sunray Mid-Continent Oil Company, P. O. Box 2039, Tulsa 2, Oklahoma and British American Oil Producing Company, P. O. Box 180, Denver, Colorado.

WHEREFORE Applicants pray that this application be set for hearing, that notice be given as required by law and that upon the evidence adduced at such hearing, the Commission issue an order granting to Applicants permission to inject liquefied petroleum gas followed by gas into the Bisti-Lower Gallup Oil Pool as more fully set out in this application.

Dated this 9th day of September, 1958.

BRITISH AMERICAN OIL PRODUCING COMPANY

By The Sullivan, Attorney R. W. Sullivan, Attorney Mile High Center Denver, Colorado

SUNRAY MID-CONTINENT OIL COMPANY

By Willia William R. Loar, Attorney P. 0. Box 2039 Tulsa 2, Oklahoma

Lu orney P. O. Box 787 Santa Fe, New Mexico