DEFORE THE CIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF GRABIDGE CORPORATION FOR AN EMERGENCY ORDER GRANTING CAPACITY ALLOWABLES FOR TWO WELLS IN THE CAPROCE-QUEEN POOL, LEA AND CHAVES COUNTIES, NEW MEXICO.

EMERGENCY ORDER NO. E-18

NOW, on this 5th day of May, 1959, the Oil Conservation Commission of New Mexico, a quorum being present, having considered the application of Graridge Corporation for an Emergency Order and being fully advised in the premises.

FINDS:

- (1) That Graridge Corporation was authorized by Order No. R-972 and amendments thereto, to institute a water flood project in the Caprock-Queen Pool, Lea and Chaves Counties, New Mexico.
- (2) That Graridge Corporation is the operator of the following described wells which are located in the aforementioned water flood project area:

Cap-Unit Well No. 31-3, NE/4 HW/4 of Section 31, Township 12 South, Range 32 East.

Cap-Unit Well No. 6-11, NE/4 SW/4 of Section 6, Township 13 South, Hange 32 East,

both in Lea County, New Mexico.

- (3) That said water flood project has caused an increase in the producing capacity of the above-described wells to the extent that they are now capable of producing in excess of the top unit allowable for the Caprock-Queen Pool.
- (4) That there is a possibility that waste will occur if the production from the above-described wells is curtailed.
- (5) That an emergency exists which requires the promulgation of an order, without notice and hearing, to eliminate the possibility of waste occurring as a result of a curtailment of the production from said wells.
- (6) That a hearing should be held on May 20, 1959, to determine whether waste will actually result if the production from said wells is curtailed.
- (7) That is the event the applicant fails to prove that waste will be caused if the production from the above-described wells is curtailed, then any oil produced from said wells in excess of the

-2-Emergency Order No. E-18

normal unit allowable shall be charged against future allowables for said wells.

IT IS THEREFORE ORDERED:

(1) That the following-described wells be granted an allowable equal to their capacity to produce, effective May 5, 1959, to-wit:

Cap-Unit Well No. 31-3, NE/4 NW/4 of Section 31, Township 12 South, Range 32 East,

Cap-Unit Well No. 6-11, NE/4 SW/4 of Section 6, Tewnship 13 South, Range 32 East.

both in Lea County, New Mexico.

- (2) That this order shall become effective at 7 o'clock a.m. Mountain Standard Time on May 5, 1959.
- (3) That a hearing shall be held at 9 o'clock a.m. on May 20, 1959, to permit the applicant to appear and show cause why the above-described wells should be granted capacity allowables.
- (4) That in the event the applicant fails to prove that waste will be caused if the production from the above-described wells is curtailed, then oil produced from said wells in excess of the normal unit allowable shall be charged against future allowables for said wells.

BONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

JOHN BURROUGHS, Chairman

MURRAY E. MORGAN, Member

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

" A Contractor -



OIL CONSERVATION COMMISSION P. O. BOX 871 SANTA FE, NEW MEXICO

May 7, 1959

Mr. Jack Campbell P. O. Box 721 Roswell, New Mexico

Dear Mr. Campbell:

On behalf of your clients, Graridge Corporation and The Ibex Company, we enclose two copies of Emergency Order No. E-18 and two copies of Emergency No. E-19 issued May 5th by the Oil Conservation Commission.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ir/

Enclosures