

CASE 2237 (Cont.)

Township 21 South, Range 37 East, Lea County, New Mexico. Applicant proposes to establishment a 40-acre non-standard proration unit comprising the E/2 SE/4 NW/4 and the W/2 SW/4 NE/4 of said Section 33, to be dedicated to said Well No. 23.

CASE 2238: Application of General American Oil Company of Texas for permission to institute a waterflood project in the Loco Hills Pool and for special allowables in connection therewith. Applicant, in the above-styled cause, seeks permission to institute a waterflood project in the Loco Hills Pool by the injection of water into the Grayburg formation through 7 wells in Sections 31 and 36, Township 17 South, Ranges 29 and 30 East, Eddy County, New Mexico, and for the assignment of special allowables to said project.

CASE 2239: Application of Ambassador Oil Corporation for permission to institute a waterflood project in the Loco Hills Pool and for special allowables in connection therewith. Applicant, in the above-styled cause, seeks permission to institute a waterflood project in the Loco Hills Pool by the injection of water into the Grayburg formation through 5 wells in Section 31, Township 17 South, Range 30 East, Eddy County, New Mexico, and for the assignment of special allowables to said project.

CASE 2240: Application of Fair Oil Company for permission to institute a waterflood project in the Loco Hills Pool and for special allowables in connection therewith. Applicant, in the above-styled cause, seeks permission to institute a waterflood project in the Loco Hills Pool consisting of acreage in Section 36, Township 17 South, Range 29 East, Eddy County, New Mexico, and for the assignment of special allowables to said project.



**LTR**



**Job separation sheet**

(File 2246)

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

CC: Oil Conservation Commission:  
Hobbs, N.M.  
Artesia, N.M.

J. E. Kapteina  
OCC - Santa Fe, N.M.

May 11, 1961

C  
O  
P  
Y  
  
Mr. Jack Campbell  
Campbell & Russell  
P. O. Drawer 640  
Roswell, New Mexico

Dear Sir:

Enclosed herewith is Commission Order No. R-1972, entered in Case No. 2240, approving the Fair Oil Company Loco Hills Water Flood Project.

You will note that both of Fair Oil Company's current producing wells are located inside a designated buffer zone, wherein capacity allowables will be permitted. Any wells completed outside said buffer zone will be operated in accordance with Rule 701 and the rules prescribed in the subject order.

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 the Santa Fe and the Artesia offices of the Commission by letter of 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/ir