

GOVERNOR
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State of New Mexico
Oil Conservation Commission



LAND COMMISSIONER
GUYTON B. HAYS
MEMBER

STATE GEOLOGIST
A. L. PORTER, JR.
SECRETARY - DIRECTOR

P. O. BOX 2088
SANTA FE

October 4, 1965

Mr. Jason Kellahin
Kellahin & Fox
Attorneys at Law
Post Office Box 1769
Santa Fe, New Mexico

3304
Re: Case No. 3305
Order No. R-2971 & R-2972
Applicant:
Amerada

Dear Sir:

Enclosed herewith are two copies of the above-referenced Commission order recently entered in the subject case.

Very truly yours,

A. L. Porter, Jr.
A. L. PORTER, Jr.
Secretary-Director

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Carbon copy of order also sent to:

Hobbs OCC x

Artesia OCC

Aztec OCC

OTHER Mr. Tom W. Lynch

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

October 19, 1965

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Y
Mr. Jason Kellahin
Kellahin & Fox
Attorneys at Law
Post Office Box 1769
Santa Fe, New Mexico

Dear Sir:

Reference is made to Commission Order No. R-2972, recently entered in Case No. 3305, approving the Amerada Warren McKee Waterflood Project.

Injection is to be through the four authorized water injection wells which shall be equipped with internally coated tubing and packers, said packers being set as near as is practicable to the uppermost perforation in the McKee formation.

As to allowable, our calculations indicate that when all of the authorized injection wells have been placed on active injection, the maximum allowable which this project will be eligible to receive under the provisions of Rule 701-E-3 is 1272 barrels per day.

Please report any error in this calculated maximum allowable immediately, both to the Santa Fe office of the commission and the appropriate district proration office.

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 of the aforementioned commission offices by letter of any change

AMERADA PETROLEUM CORPORATION

P. O. BOX 312
MIDLAND, TEXAS

PHONE MU 4-5533

April 15, 1966

State Engineer Office
Santa Fe, New Mexico

Attention: Mr. Frank E. Irby

Dear Sir:

Your letter of April 12, 1966, advises that Amerada Petroleum Corporation should have secured a permit from the State Engineer for converting a well located in Unit F, 2310' from the north line and 2331.1' from the west line of Section 7, T-20-S, R-38-E, Lea County, New Mexico, to a water supply well in the San Andres formation.

This was an oversight on our part and proper action is being taken to comply with the rules and regulations of the State Engineer.

As a matter of information Amerada completed conversion of this well from an abandoned oil well February 20, 1966. A pump was run in the well March 11, 1966. A total of 31,541 barrels of water has been produced in cleaning up the well, testing its productive capacity, and determining the characteristics of the pilot waterflood injection well. The well is now closed in. No water has been appropriated except for the testing indicated above and no water will be appropriated until approved by the State Engineer.

Thank you for your assistance in this matter.

Yours very truly,

AMERADA PETROLEUM CORPORATION



J. R. Enloe

JRK/ah

cc: A. L. Porter, Jr.
F. H. Hennighausen
Jason Kellahin

APR 12 1966

April 12, 1966

Amerada Petroleum Corporation
Box 312
Midland, Texas

Attn. Mr. J. R. Enloe

Gentlemen:

My attention has been directed to information indicating that you have converted your well No. 1 in the Warren McKee Pool located as follows:

Unit F 2310' from the north line and 2310' from
the west line of Sec. 7, T. 20 S., R. 38 E.

to a water injection well. This well is in the Lea County Underground Water Basin declared by the State Engineer and comes under the administrative authority of the State Engineer's Office. Drilling a well in this declared basin, or converting an oil well to a water well within the limits of this basin requires application to and approval by the State Engineer.

If my information is correct, you have illegally tapped the waters of the Lea County Basin. Unless proper steps are taken forthwith on this matter, it will be necessary for me to turn the matter over to the Attorney General's Office for his action.

FEI/ma
cc-Jason Kellahin
A. L. Porter, Jr.
F. H. Hennighausen

Yours truly,

S. E. Reynolds
State Engineer

By:
Frank E. Irby
Chief
Water Rights Div.

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

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October 19, 1965

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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/DSN/ir

cc: Mr. Frank Irby
Mr. Tom Lynch
Oil Conservation Commission - Hobbs, New Mexico