



Case #3026

MAIN OFFICE OCC

STATE OF NEW MEXICO

1964 MAR 25 AM 8:20

STATE ENGINEER OFFICE

SANTA FE

S. E. REYNOLDS  
STATE ENGINEER

March 23, 1964

ADDRESS CORRESPONDENCE TO:  
STATE CAPITOL  
SANTA FE, N. M.

Mr. A. L. Porter, Jr.  
Secretary-Director  
Oil Conservation Commission  
Santa Fe, New Mexico

Dear Mr. Porter:

Reference is made to the application of Shell Oil Company dated March 17, 1963 which seeks approval of a water flood project in the Jalmat pool, Lea County, New Mexico.

This office offers no objection to the granting of this application provided the wells are constructed and equipped in accordance with the diagrammatic sketch submitted with the application as regards the following wells:

Shell Pubco State #2  
Shell Wills Federal #3  
Shell Wills Federal #6  
Shell Wills Federal #7

Yours truly,

S. E. Reynolds  
State Engineer

FEI/ma  
cc-Dick Morris (2)

By: *Frank E. Irby*  
Frank E. Irby  
Chief  
Water Rights Div.

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

May 1, 1964

Mr. Richard S. Morris  
Seth, Montgomery, Federici & Andrews  
Attorneys at Law  
P. O. Box 2307  
Santa Fe, New Mexico

Dear Sir:

Reference is made to our letter of April 28, 1964, wherein we advised you that the maximum allowable for the Shell Oil Company Jalmat Waterflood Project authorized by Commission Order No. E-2695 would be 378 barrels per day.

Inasmuch as the project area contains five lots of approximately 33.00 acres each, a recomputation of the maximum allowable has been made, and it now appears that the maximum will be 342 barrels per day; our letter of April 28 is hereby amended to reflect this new figure.

Very truly yours,

A. L. Porter, Jr.  
Secretary-Director

ALP:DSN:sg

cc: Oil Conservation Commission - Hobbs  
Case #3026

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

April 28, 1964

*Correct  
for acreage  
factor to 342 B/D  
4/28/64*

C Mr. Richard S. Morris  
Seth, Montgomery, Federici & Andrews  
Attorneys at Law  
Post Office Box 2307  
Santa Fe, New Mexico

O Dear Sir:

Enclosed herewith is Commission Order No. R-2695, entered in Case No. 3026, approving the Shell Oil Company Jalmat Water-flood Project.

P According to our calculations, 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 378 barrels per day.

Y 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 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.

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

Page -2-

Mr. Richard S. Morris

Seth, Montgomery, Federici & Andrews

Attorneys at Law

Post Office Box 2307

Santa Fe, New Mexico

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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

Enclosure

cc: Oil Conservation Commission  
Hobbs, New Mexico