BEFORE THE OIL CONSERVATION COMMISSION

े ह

OF THE

STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF CONTINENTAL OIL COMPANY FOR AN AMEND-MENT OF ORDER NO. R-3862 FOR THE AUTHORIZATION OF AN ADDITIONAL IN-JECTION WELL AND THE ESTABLISHMENT OF A 280-ACRE PROJECT AREA, FOR ITS JACK "A-B" 29 WATERFLOOD PROJECT, SEC. 29, T-24S, R-37E, LEA COUNTY, NEW MEXICO.

Cur 4486

APPLICATION

Comes now applicant, Continental Oil Company, and respectfully requests an Admendment of Order No. R-3862 to authorize an additional water injection well at an orthodox location in SW/4 NE/4 from the East line, Section 29, Township 24 South, Range 37 East, Lea County, New Mexico; and for establishment of a 280-acre project area for the Jack "A-B" 29, waterflood project, and in support thereof would show:

- Applicant is the operator and co-owner of the Jack A-29
 Lease, consisting of NW/4 NE/4, S/2 NE/4, N/2 SE/4 and SW/4
 SE/4, Section 29; and of the Jack B-29 Lease, consisting of
 SE/4 SE/4 of said Section 29, Township 24 South, Range 37
 East, Lea County, New Mexico.
- Under the provisions of Order No. R-3862, applicant has converted to water injection its Jack A-29, Wells Nos. 2 and 4, located in Units I and 0, respectively of said Section 29.
- Operator proposes to expand the waterflood project by drilling Jack A-29 No. 6, at an orthodox location in SW/4 NW/4, of said Section 29.
- 5. Administrative Order CTB-214, authorizes the commingling of production from the Jack A-29 and Jack B-29 Leases, after separately metering production from the Jack A-29 Lease.

DOCKET MUSILED DANG

0000001 MAILER 13-23-20

Said commingling has been agreed to in writing by all parties owning interest in the two leases.

- That the two leases should be considered as a single project area for allowable purposes.
- That the granting of this application will prevent waste and will not impair correlative rights.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing before the Commission's duly appointed examiner, and upon hearing, an order be entered permitting the additional water injection well and the creation of the Jack "A-B" 29 Waterflood Project Area as described above.

> Respectfully submitted, CONTINENTAL OIL COMPANY

ancen

L. P. Thompson Division Manager

VTL-RW