



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington District Office
1235 La Plata Highway
Farmington, New Mexico 87401



IN REPLY REFER TO:

NMSF08132 (WC)
3180 (070)

APR 05 1993

Mr. William J. LeMay, Director
New Mexico Oil Conservation Division
310 Old Santa Fe Trail
Santa Fe, NM 87504

Dear Mr. LeMay:

Please include the attached Hearing Statement into the record for Case No. 10707.

Sincerely,

Duane Spencer
Chief, Branch of Reservoir Management

attachment

BEFORE THE OIL CONSERVATION COMMISSION
STATE OF NEW MEXICO

Application for Hearing)
Approval of CO₂ Injection Pilot Project and) Case No. 10707
Exception to Rule 4, Order No. R-8768-A for)
Second Well in a 320-Acre Spacing Unit)

Bureau of Land Management, Farmington District

HEARING STATEMENT

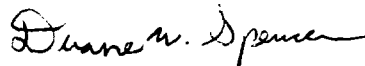
The Reservoir Management Branch of the Farmington Bureau of Land Management Office would like to include the following into the hearing record for the referenced case.

Reservoir Management staff members have reviewed Amoco's application and conversed with Amoco personnel regarding the pilot project to inject CO₂ into the Basin Fruitland Coal pool for the purpose of enhancing methane gas production from the pool. The proposed Injection well (Florence Gas Com/S/ #7A, W $\frac{1}{2}$, sec. 23, T. 30 N., R. 9 W.) is located on Federal acreage and surrounded on all sides by Federal leases or Communitized Acreage containing Federal royalty interest.

Should the pilot prove successful, resulting in expansion of the project, the correlative rights of offset Working Interest Holders can be protected through the formation of a Federal Unit.

The Reservoir Management Branch of the Farmington Bureau of Land Management Office supports efforts to enhance the recovery of our natural resources.

Sincerely



Duane Spencer
Chief, Branch of Reservoir Management