## BEFORE THE QIL CONSERVATION COMMISSION STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF GENERAL AMERICAN OIL COMPANY OF TEXAS FOR PERMISSION TO INSTITUTE A WATERFLOOD PROJECT IN THE LOCO HILLS POOL, EDDY COUNTY, NEW MEXICO, AND FOR SPECIAL ALLOWABLES. APPLICANT SEEKS PERMISSION TO INJECT WATER INTO WELLS IN SECTION 31, TOWNSHIP 17 SOUTH, RANGE 30 EAST AND SECTION 36, TOWNSHIP 17 SOUTH, RANGE 29 EAST.

No. 2238

## APPLICATION

COMES NOW General American Oil Company of Texas, by its Attorneys, Campbell & Russell, and for its application states:

- 1. It is the owner and operator of certain oil producing properties situated in the NE¼ and SW¼ of Section 31, Township 17 South, Range 30 East, and the SE¼SE¼ of Section 36, Township 17 South, Range 29 East, in the Loco Hills Pool in Eddy County, New Mexico.
- 2. The Commission had heretofore issued its order approving a waterflood project in said pool, which project is now operated by Newmont Oil Company.
- 3. In order to protect its correlative rights and to prevent waste of oil, Applicant must immediately institute a water-flood project upon its above-described properties.
- 4. To further protect its correlative rights and to prevent waste of oil, Applicant should be permitted to inject water at rates comparable with rates on offsetting properties now under flood and to obtain special allowables for its producing wells in said project.

5. It attaches hereto, as exhibits, the following:

(a) Plat of the area with injection wells and producing zones shown.

(b) Available logs of proposed injection wells.

(c) Casing program of proposed injection wells.

WHEREFORE, Applicant requests the Commission to set this matter down for hearing before one of its Examiners, to publish notice as required by law and, after hearing, to enter its order authorizing the instituting of the proposed waterflood project and granting special allowables therefor.

Respectfully submitted,

GENERAL AMERICAN OIL COMPANY OF TEXAS

Jack M. Campbell, for

CAMPBELL & RUSSELL

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Its Attorneys

DATED: March 17, 1961