State of New Mexico Oil Conservation Commission

LAND COMMISSIONER
E. S. JOHNNY WALKER
MEMBER



STATE GEOLOGIST

A. L. PORTER, JR.
SECRETARY - DIRECTOR

P. O. BOX 871 SANTA FE

June 15, 1962

| Mr. | Ar. Jack | | Campbell | |
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| P. | 0. | Dr | rwe r | 640 |
| Ros | we. | 11, | New | Mexico |

| Re: | Case No2578 | | | | |
|-----|---------------------|--|--|--|--|
| | Order No. R-2178-B | | | | |
| | Applicant: | | | | |
| | Newmont Oil Company | | | | |

Dear Sir:

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

A. L. PORTER, Jr. Secretary-Director

Very truly yours,

Carbon copy of order also sent to:

Hobbs OCC _____
Artesia OCC ____
Aztec OCC ____
OTHER_

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

(12578

December 5, 1962

Mr. M. L. Armstrong Oil Conservation Commission Drawer DD Artesia, New Mexico

Dear Mose:

In reviewing our water flood files, I find that we have never notified you of the maximum allowable which may be assigned to Mewmont Oil Company's Leco Hills Water Flood Project in the Loce Hills Grayburg Mo. 4 Sand Unit Area as the project is expanded by stages in accordance with Commission Order Mo. R-2178-B.

As shown on the attached map, Newmont will expand the project in six stages, the Buffer Zone and Stages I through V. The allowable in the buffer zone may be assigned at capacity. The allowable for the rest of the project will be computed in accordance with Rule 701-E. When all of the wells in Stage I are on active injection, the maximum allowable assignable will be 1694 bpd in addition to the buffer zone allowable. When all of the injection wells in Stage II are on active injection, the maximum allowable will be 2436 bpd. Stage III, 3206 bpd; State IV, 3794 bpd; and Stage V 3920 bpd.

Please let me know if you need anything further on this.

Very truly yours,

DANIEL S. NUTTER Chief Engineer

SUITE 1010 SECURITY NATIONAL BANK BUILDING P 0. DRAWER 640

P.O. DHAWEN C...

TELEPHONE 622-4641 AREA CODE 505

May 31, 1962

Mr. A. L. Porter Secretary-Director Oil Conservation Commission Post Office Box 871 Santa Fe, New Mexico

RE: Case No. 2578

Dear Mr. Porter:

JACK M. CAMPBELL JOHN F RUSSELL ...

It has been brought to our attention that the application in Case No. 2578 pending before the Commission has failed to describe a portion of the acreage in Stage 1. The plat which is attached to the application clearly includes the acreage. description in Paragraph 3B of the application should include in Township 18 South, Range 30 East, the SW4, W2SE4, SE4SE4 of Section 7.

We will request this amendment to the application at the beginning of the hearing on the case.

Very truly yours,

CAMPBELL & RUSSELL

JMC:sah

Newmont Oil Company cc: