WATER FLOOD ASSOCIATES, INC.

301 BOOKER BLDG. ARTESIA, NEW MEXICO

P. O. BOX 376

MAY 21, 1962

PHONE SH 6-6032

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New Mexico OIL CONSERVATION COMMISSION P. O. Box 871 Santa Fe, New Mexico

ATTENTION: MR. DAN NUTTER

GENTLEMEN:

PLEASE ACCEPT THIS LETTER AS THE APPLICATION OF WATER-FLOOD ASSOCIATES, INC., FOR A PERMIT FOR A WATERFLOOD PROJECT IN NE/4 SECTION 3, T-17S, R-30E, SQUARE LAKE POOL, EDDY COUNTY, NEW MEXICO. APPLICATION IS MADE FOR TWO INPUT WELLS AS SHOWN ON THE ATTACHED PLAT. THIS PATTERN IS A NATURAL EXTENSION OF THE FIVE-SPOT PATTERN ALREADY ESTABLISHED IN THE AREA BY NEWMONT OIL COMPANY'S PRESENT PROJECT IN SECTION 34, T-16S, R-30E.

SINCE THE NEWMONT PROJECT IS A CAPACITY-ALLOWABLE TYPE FLOOD, APPLICATION IS ALSO MADE FOR A BUFFER ZONE TO INCLUDE THE SUBJECT LEASE.

INJECTION WILL BE MADE INTO THE GRAYBURG-SAN ANDRES FORMATION.

THE WELLS ARE PRODUCING AT A RATE OF LESS THAN ONE BARREL PER WELL PER DAY AND ARE IN THE CLASSIFICATION NORMALLY REFERRED TO AS "STRIPPER" WELLS.

PLEASE SCHEDULE THIS MATTER FOR HEARING AT THE JUNE 7 EXAMINER'S HEARING, IF POSSIBLE.

VERY TRULY YOURS,

WATER-FLOOD ASSOCIATES, INC.



H. C. Porter Engineer

HCP:EL

CC: STATE ENGINEER

LAW OFFICES

A. J. LOSEE Edward E. Stewart LOSEE AND STEWART CARPER BUILDING - P. O. DRAWER 239 ARTESIA, NEW MEXICO

18 December 1962

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

> Re: OCC Case No. 2581, Order No. R-2271 Collier Parke Waterflood Project, Eddy County, New Mexico

Dear Mr. Porter:

Please be advised that we agree with your calculation, when all of the authorized injection wells have been placed on active injection, the maximum allowable under the captioned project under the provisions of Rule 701-E-3 is 168 barrels per day.

With a copy of this letter, I am furnishing my client, Water-Flood Associates, Inc., with a photocopy of your letter of December 5, 1962, and requesting that they keep you advised of any changes in the status of the wells in the project area.

Very truly yours,

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AJL/bk

cc Oil Conservation Commission Artesia, New Mexico

Water-Flood Associates, Inc. Artesia, New Mexico

NEWMONT OIL COMPANY SOD BOOKER BUILDINE ARTERIA, NEW MEEROO

NEW MEXICO DISTRICT OFFICE

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May 17, 1962

Waterflood Associates, Inc. 301 Beeker Bldg. Artesia, New Mexico

Attention: Mr. Hall Porter

Dear Mr. Perter:

This will inform you that Normant Oil Company supports your application to convert the following wells for injection in the Square Lake Pool;

> Parke No. 2 - NV/4 NE/4 Sec. 3-17-30 Parke Ne. 4 - SE/4 NE/4 Sec. 3-17-30

These wells conform to the waterflood development pattern already established in this area.

Our support is given with the understanding that prompt action will be taken in developing this property for waterfleed, including arrangements for leaseline cooperation with Newmont.

Yours very truly,

NEMONT OIL COMPANY

Herman J. Leibetter Superintendent

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GOVERNOR EDWIN L. MECHEM CHAIRMAN

State of New Mexico fil Conservation Commission

LAND COMMISSIONER E. S. JOHNNY WALKER MEMBER



STATE GEOLOGIST A. L. PORTER, JR. SECRETARY - DIRECTOR

P. 0. BOX 871 SANTA FE

June 21, 1962

Re:

Mr. A. J. Losee Losee & Stewart Carper Building P. O. Drawer 239 Artesia, New Mexico Case No. <u>2581</u> and 2582 Order No. <u>R-2271 and R-2272</u> Applicant:

WATERFLOOD ASSOCIATES, INC.

Dear Sir:

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

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

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Carbon copy of order also sent to:

Hobbs OCC X

Artesia OCC X

Aztec OCC

OTHER_____

Letter advising you the allowable which this project will be eligible MOTE: to receive will follow.

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

December 5, 1962

Mr. A. J. Losee Losee & Stewart P. O. Drawer 239 Artesia, New Mexico

Dear Sir:

Reference is made to Order No. R-2271, Case No. 2581, entered by the Commission approving Water Flood Associates, Inc., Collier Parke Waterflood Project, Square Lake Pool, Eddy County, New Mexico.

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 168 barrels per day.

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 effices 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 and drilled, when additional wells

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

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are acquired through purchase or unitization, when wells have received a response to water injection, etc.

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

cc: Oil Conservation Commission Artesia, New Mexico