BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF WATER-FLOOD ASSOCIATES, INC. FOR AN AMENDMENT OF THE ORDER OF THE CIL CONSERVATION COMMISSION TO BE ENTERED IN THIS CASE TO PROVIDE FOR THE CREATION OF A BUFFER ZONE WITH SPECIAL ALLOWABLES FOR WELLS LOCATED IN THE W/2 NW/4 SECTION 21 AND SE/4 NE/4 SECTION 20, TOWNSHIP 18 SOUTH, RANGE 28 EAST, M.E.P.M., EDDY COUNTY, NEW MEXICO.

S & & CASE NC. 2582

APPLICATION

COMES Water-Flood Associates, Inc. by its attorneys, Losee and Stewart, and respectfully states:

- 1. That on June 7, 1962, the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," unrough its duly designated examiner, Daniel S. Nutter, heard testimony and received evidence on the application of Water-flood Associates, Inc. for approval of a water flood project in the Artesia Pool by the injection of water through one well located in the SW/4 NW/4 of Section 21, Township 18 South, Range 28 East, Eddy County, New Mexico.
- 2. The notice of said hearing provided that said water flood project would be governed by Rule 701.
- 3. That Graridge Corporation is presently conducting a water rlood project in the SW/4 NE/4, SE/4 NW/4, SW/4 and NW/4 SE/4 of said Section 21.
- 4. That the said Graridge Corporation water flood project was authorized before the effective date of Commission Order R-1525 entered in Case No. 1727 and, as a result, said project is operated at unrestricted rates of production.

5. That approval of an amendment to the order be entered in this case to create a buffer zone within the W/2 NW/4, Section 21 and the SE/4 NE/4, Section 20, Township 15 Joutn, Range 28 East with unrestricted rates of production for said zone, will prevent waste and is necessary to protect the correlative rights.

WHEREFORE, applicant prays the orders of the Commission as follows:

- a) That this matter be set for hearing before an examiner and due notice be given thereof as required by law.
- b) That the Commission amend its order in this case to provide for the creation of a buffer zone for the lands of applicant above described and to authorize capacity allowables for said buffer zone.
- c) And for such other relief as may be just in the premises.

WATER-FLOOD ASSOCIATES, INC.

A T ZOSA

Losee and Stewart Attorneys at Law

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