INTERNATIONAL OIL & GAS CORPORATION

825 PETROLEUM CLUB BUILDING DENVER 2, COLORADO Can 2776

ESPEE EL M 1121

ADDRESS REPLY TO:

P. O. Box 427 Artesia, New Mexico February 23, 1963

Mr. A. L. Porter, Jr., Secretary New Mexico Oil Conservation Commission Santa Fe, New Mexico

Dear Mr. Porter:

Please set for hearing on the next docket an application from International Oil & Gas Corporation to initiate a one well pilot injection system in the High Lonesome Pool, Eddy county, New Mexico.

International Oil & Gas Corporation desires to inject water into the Penrose section of the Queen formation in its McCallister Federal No. 4 well located in the SE/4 SE/4 Section 15, T. 16 S. R. 29 E. Injection will be through 5 1/2" OD 14.00# casing set at 1969' cemented with 100 sx cement. Injection will be into open hole interval 1969-99'.

Formal application with attached exhibits will be filed in the near future by our attorneys, Losee and Stewart, Artesia, New Mexico.

Very truly yours,

INTERNATIONAL OIL & GAS CORPORATION

District Superintendent

RJD/ih

cc: Losee & Stewart

DOCKET MAILED

Date 3/8/63

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PARTIES.

LOSEE AND STEWARDS MAR 12 AM

A. J. LOSEE EDWARD B. STEWART CARPER BUILDING - P.O. DRAWER 239

ARTESIA, NEW MEXICO

SHERWOOD 6-3508

11 March 1963

Mr. Elvis A. Utz, Examiner New Mexico Oil Conservation Commission State Land Office Building Santa Fe, New Mexico

> Re: Application of International Oil & Gas Corporation for a waterflood project, Eddy County, New Mexico, Case No. 2776

Dear Mr. Utz:

We supplement letter dated February 23, 1963 of Mr. Richard J. Davenport in connection with the captioned application, by enclosing triplicate copies of formal application with attached exhibits.

With a carbon copy of this letter, we are furnishing Mr. Irby of the State Engineer's Office with a like copy of this application. In the event Mr. Irby's office has any objection to this application, I should appreciate being advised of this fact prior to the date set for hearing thereon. In the event that office has no objection to this application, I should appreciate receiving a copy of their written advice to your office advising that they approve this application.

If there is anything further I can furnish either party in this matter, please do not hesitate to advise me.

Very truly yours

A. J. Losee

AJL/bk
Enclosures
cc Mr. R. J. Davenport
Mr. Frank Irby



Case 2776



1953 MAR STANTE OF NEW MEXICO

STATE ENGINEER OFFICE SANTA FE

S. E. REYNOLDS

March 19, 1963

ADDRESS CORRESPONDENCE TO: STATE CAPITOL SANTA FE, N. M.

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

Dear Mr. Porter:

Reference is made to the application of International Oil and Gas Corporation for a waterflood project, High Lonesome Pool, Eddy County, New Mexico. Only one well is involved in this application, it being in the $SE\frac{1}{4}SE\frac{1}{4}$ of Section 15, Township 16 South, Range 29 East, N.M.P.M.

This office offers no objection to the conversion of this well to an injection well provided the surface casing is set 10 feet below the base of Rustler and sufficient cement to circulate behind the casing is in place.

Yours truly,

S. E. Reynolds State Engineer

Chief

Water Rights Division

FEI/ma

cc-Mr. A. J. Losee

F. H. Hennighausen

INTERNATIONAL OIL & GAS CORPORATION

825 PETROLEUM CLUB BUILDING
PROFE CONTROL COLORADO

.953 APR 11 AN 6 115

ADDRESS REPLY TO:

P.O. Box 427 Artesia, New Mexico April 10, 1963

Mr. A. L. Porter, Jr., Secretary Oil Conservation Commission State of New Mexico Santa Fe, New Mexico

> Re: Case No. 2776, Order No. R-2458, International Oil & Gas Corporation, High Lonesome Pool Waterflood Application.

Dear Mr. Porter:

International Oil & Gas Corporation has received your approved Order No. R-2458 concerning its proposed injectivity tests in the High Lonesome Pool, Eddy County, New Mexico. With regards to this Order, in Paragraph 2, a stipulation is made concerning testing the casing to 2,000 psi and, in event of a casing leak, water injection be accomplished through internally plastic coated tubing under a packer.

International Oil & Gas Corporation would like to point out that, although there was no mention of testing casing or injecting through tubing either during the testimony or questioning period by the Oil Commission or State Engineers representatives, we are quite willing to test the casing. Testing the casing would have been accomplished without this stipulation as we feel we are prudent operators and being so, we could not afford to initiate injection without knowing the condition of the pipe. However, International Oil & Gas Corporation does have objection to the phrase "internally plastic coated tubing," in event of a casing leak. This, we feel is an operating problem and without any evidence on the subject, there should not be a mandatory requirement as to the kind of tubing to be used.

A. L. Porter, Jr. April 10, 1963
Page 2

International Oil & Gas Corporation plans to proceed and test the casing pending injection equipment installation and, should the results of this test indicate a casing leak, will file for a new hearing requesting deletion of the "internally plastic coated" stipulation.

Very truly yours,

INTERNATIONAL OIL & GAS CORPORATION

R. J. Davenport District Superintendent

RJD: cm

cc: State Engineers Office Santa Fe, New Mexico Attn: Mr. S.E. Reynolds

> Losee and Stewart Carper Building Artesia, New Mexico

International Oil & Gas Corporation 825 Petroleum Club Building Denver 2, Colorado

GOVERNOR JACK M. CAMPBELL CHAIRMAN

State of New Mexico

Bil Conserbation Commission

LAND COMMISSIONER
E. S. JOHNNY WALKER
MEMBER



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

March 27, 1963

Mr. A. J. Losee Losee & Stewart Attorneys at Law Box 239 Artesia, New Mexico Re: Case No. 2776
Order No. R-2458
Applicant:

International Oil & Gas Corporation

Dear Sire

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

Very truly yours,

L. PORTER, Jr.

Secretary-Director

Carbon copy of order also sent to:

Hobbs OCC _____X

Artesia OCC ____X

OTHER_____