

January 22, 1965

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Mr. A. J. Losee  
Attorney at Law  
P. O. Drawer 239  
Artesia, New Mexico

Dear Mr. Losee:

Your two water flood applications on behalf of International Oil & Gas Corporation are hereby acknowledged. I realize that it is a little late for requesting additional information by correspondence but I would appreciate your having the following information available when you appear for the hearing before the Oil Conservation Commission.

In case 3194 - what is the life expectancy of the project?

What is the completion date of each of the wells?

What was the grade and condition of the casing when installed?

Will produced water be re-injected?

Will any casing tests, other than the one prior to injection, be performed at later dates? If so, when?

In Case 3202 - what is the life expectancy of the project?

What is the completion date of each of the wells?

What was the grade and condition of the casing when installed?

Will produced water be re-injected?

What casing tests will be made prior to injection?

Will any subsequent tests be made? If so, when?

Yours truly,

S. E. Reynolds  
State Engineer

By:

Frank E. Irby  
Chief  
Water Rights Div.

FEI/ma  
cc-A. L. Porter, Jr.  
F. H. Hennighausen

**OIL CONSERVATION COMMISSION**

P. O. BOX 2088

**SANTA FE, NEW MEXICO**

**February 11, 1965**

**Mr. A. J. Losee  
Losee & Stewart  
Attorneys at Law  
Post Office Box 239  
Artesia, New Mexico**

**Dear Sir:**

**Enclosed herewith is Commission Order No. R-2864, entered in Case No. 3194, approving the International Oil & Gas Corporation High Lonesome Penrose Unit Waterflood Project.**

**Injection is to be through the three authorized injection wells which, on conversion to water injection shall be pressure-tested to a minimum of 2000 psia. Should any casing string fail to withstand said pressure test, injection in that well shall be through tubing and packer. The Oil Conservation Commission's District Office at Artesia is to be notified, in advance, of the date and hour the pressure tests are to be commenced.**

**As to allowable, our calculations indicate that 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 308 barrels per day. (This includes the project allowable for the flood authorized by Order No. R-2458).**

**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.**

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO

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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 offices 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 are drilled, when additional wells 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/DSN/ir

Enclosure

cc: Mr. Frank Irby  
State Engineer Office  
Santa Fe, New Mexico

Oil Conservation Commission:  
Hobbs, New Mexico  
Artesia, New Mexico

A. J. LOSEE  
EDWARD B. STEWART

LAW OFFICES  
LOSEE AND STEWART  
CARPER BUILDING - P. O. DRAWER 239  
ARTESIA, NEW MEXICO

AREA CODE 505  
746-3508

January 18, 1965

Mr. Elvis A. Utz, Examiner  
Oil Conservation Commission of New Mexico  
P. O. Box 2088  
Santa Fe, New Mexico

Re: Case No. 3194  
Application of International  
Oil & Gas Corporation for a  
Waterflood Project, High  
Lonesome Pool

Dear Mr. Utz:

Enclosed herewith you will please find three copies of the Application in the subject case with attached plat, copy of available electric logs, and a graphic description of the proposed injection well casing program on each of the wells.

With a carbon copy of this letter, we are furnishing Mr. Frank Irby with a copy of the Application and the above described attachments.

Very truly yours,



A. J. Losee

AJL/jc

cc: State Engineer's Office  
P. O. Box 1079  
Santa Fe, New Mexico  
ATTENTION: Mr. Frank Irby  
(cc by certified mail)

Enclosures: