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-2869, entered in Case No. 3202, approving the International Oil & Gas Corporation Artesia Dunn B Waterflood Project.

Injection is to be through the nine 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 672 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

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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

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE. NEW MEXICO

February 19, 1965

Mr. R. L. Stamets
Oil and Gas Inspector
Oil Conservation Commission
Drawer DD
Artesia, New Mexico

Re: Case No. 3202 Order No. R-2869

Dear Dick:

It will not be necessary to change the names of the wells or the order in the above case as these wells are operated by International Oil & Gas Corporation.

Very truly yours,

J. M. DURRETT, Jr. Attorney

JMD/esr

A. J. LOSEE EDWARD B. STEWART

LOSEE AND STEWART

CARPER BUILDING - P. O. DRAWER 239

ARTESIA, NEW MEXICO

January 18, 1965

AREA CODE 505 746-3508

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

Re: Case No. 3202
Application of International
Oil & Gas Corporation for a
Waterflood Project in the
Queen, Grayburg & San Andres
Formations of the Artesia
Field, Eddy County, New
Mexico

Dear Mr. Utz:

Enclosed herewith you will please find three copies of the applications in the subject case with attached plat, copies of all available logs on the proposed injection wells, and the diagramatic sketch of the proposed injection 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

Enclosures;

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