

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

CASE No. 3366
Order No. R-3033

APPLICATION OF COASTAL STATES GAS
PRODUCING COMPANY FOR A PILOT PRES-
SURE MAINTENANCE PROJECT, LEA COUNTY,
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on
January 26, 1966, at Santa Fe, New Mexico, before Examiner
Elvis A. Utz.

NOW, on this 3rd day of February, 1966, the Commission,
a quorum being present, having considered the testimony, the
record, and the recommendations of the Examiner, and being fully
advised in the premises,

FINDS:

(1) That due public notice having been given as required by
law, the Commission has jurisdiction of this cause and the subject
matter thereof.

(2) That the applicant, Coastal States Gas Producing Com-
pany, seeks authority to institute a pilot pressure maintenance
project in the Flying "M" San Andres Pool, Lea County, New Mexico,
by the injection of water into the San Andres formation through
three wells in Sections 13, 21, and 33, Township 9 South, Range
13 East, NMPM, Lea County, New Mexico.

(3) That the applicant also seeks the establishment of an
administrative procedure for approval of additional water injec-
tion wells.

(4) That the proposed pilot pressure maintenance project is
in the interest of conservation and should result in greater ulti-
mate recovery of oil, thereby preventing waste.

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(5) That the proposed pilot pressure maintenance project should be approved and an administrative procedure should be established for approval of additional water injection wells.

IT IS THEREFORE ORDERED:

(1) That the applicant, Coastal States Gas Producing Company, is hereby authorized to institute a pilot pressure maintenance project designated the Coastal States Flying "M" Pressure Maintenance Project in the Flying "M" San Andres Pool, Lea County, New Mexico, by the injection of water into the San Andres formation through the following-described wells in Township 9 South, Range 33 East, NMPM, Lea County, New Mexico:

Southern Minerals State 15 Well No. 1, located
in Unit L of Section 15;

Southern Minerals State 21 Well No. 4, located
in Unit H of Section 21; and

Gonsales Federal 33 Well No. 4, located in
Unit D of Section 33.

(2) That the Secretary-Director is hereby authorized to approve additional water injection wells in the Coastal States Flying "M" Pressure Maintenance Project in accordance with the following-described administrative procedure:

A. The project operator shall file an application in accordance with the provisions of Rule 701 B of the Commission's General Rules and Regulations.

B. The applicant shall forward a copy of the application to each operator offsetting each proposed injection well and the application shall state that such notice has been furnished.

C. The Secretary-Director may approve the application upon receipt of waivers from all offset operators or if no offset operator has objected within 15 days after the Secretary-Director has received the application.

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(3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

Jack M. Campbell
JACK M. CAMPBELL, Chairman

Guyton B. Hays
GUYTON B. HAYS, Member

A. L. PORTER, Jr., Member & Secretary



esr/