KELLAHIN AND FOX ATTORNEYS AT LAW 54<sup>1</sup>/<sub>2</sub> EAST SAN FRANCISCO STREET POST OFFICE BOX 1769 SANTA FE, NEW MEXICO 87501

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Dec. 10, 1966

0il Conservation Commission P. O. Box 2088 Santa Fe, New Mexico 87501

Gentlemen:

Enclosed, in triplicate, is the application of Phillips Petroleum Company for approval of its Vacuum Abo Unit Agreement and pressure maintenance project.

By copy of this letter with attached copy of the application, the office of the New Mexico State Engineer is being advised of this application.

The required exhibits will be forwarded immediately to the Oil Conservation Commission and the State Engineer, as soon as I have received them. This should be well in advance of the hearing date, which I understand will be January 4, 1967.

Yours very truly,

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Jason W. Kellahin

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Date 12.2766

## BEFORE THE OIL CONSERVATION COMMISSION

OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF PHILLIPS PETROLEUM COMPANY FOR APPROVAL OF THE VACUUM ABO UNIT AND FOR A PRESSURE MAINTENANCE PROJECT

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## <u>A P P L I C A T I O N</u>

Comes now PHILLIPS PETROLEUM COMPANY and applies to the Oil Conservation Commission of New Mexico for approval of the Vacuum Abo Unit Agreement, and for approval of a pressure maintenance project in the Vacuum Abo Pool, Lea County, New Mexico, and in support thereof would show the Commission:

1. Applicant seeks approval of the Vacuum Abo Unit Agreement, covering a total of 3640 acres consisting of State of New Mexico and fee lands in Lea County, New Mexico. A copy of said Unit agreement will be filed with the Commission as an exhibit to this application. Unitized formation is the Abo Reef Zone of the Permian formation underlying the unit area. The unit area is more specifically described as:

## Township 17 South, Range 35 East

Sec. 25 - NW/4 NE/4, NW/4, N/2 SW/4 Sec. 26 - E/2, NE/4 NW/4, S/2 NW/4, SW/4 Sec. 27 - S/2 SW/4, SE/4 Sec. 33 - SE/4 NE/4, SW/4 SW/4, E/2 SW/4, SE/4 Sec. 34 - N/2, SW/4, W/2 SE/4, NE/4 SE/4 Sec. 35 - NW/4

## Township 18 South, Range 35 East

Sec. 3 - NE/4 NW/4, W/2 NW/4 Sec. 4 - N/2, SW/4, N/2 SE/4 Sec. 5 - NE/4 NE/4, S/2 NE/4, S/2 NW/4, S/2 Sec. 8 - N/2 NE/4, NW/4

2. Applicant further proposes to institute a pressure maintenance project in the Abo Reef Formation of the Permian formation underlying the unit area by the injection of gas into the formation. Initial injection will be through the Shell State "T" Well No. 6, located in the SE/4 SE/4 of Section 33,

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Township 17 South, Range 35 East, and the Standard of Texas Vac Edge Unit Well No. 11, located in the SE/4 NW/4 of Section 4, Township 18 South, Range 35 East.

3. Gas to be injected will be residue gas from the Phillips Lee Plant, and injection will approximate 9.5 million cubic feet of gas per day.

4. It is requested that project rules be established for the pressure maintenance project which shall include assignment of an allowable as provided by the Commission's rules and regulations, the addition of other injection wells by an administrative procedure and for such other provisions as may be proper.

5. By copy of this application, notice thereof has been given to the State Engineer, as required by the Rules and Regulations of the Oil Conservation Commission.

6. A plat of the subject area, logs of injection wells, and diagrammatic sketches of the well completions of the injection wells will be filed with the Commission and the office of the State Engineer prior to any hearing on this application.

WHEREFORE, applicant prays that this application be set for hearing before the Commission's duly appointed examiner, and that after notice and hearing as required by law, the Commission enter its orders approving the proposed unit agreement and pressure maintenance project as prayed for.

> Respectfully submitted, PHILLIPS PETROLEUM COMPANY

W. Kellahi KELLANIN & FOX

Box 1769 Santa Fe, New Mexico Attorneys for Applicant