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State of New Mexico
Oil Conservation Commission



LAND COMMISSIONER
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MEMBER

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

P. O. BOX 2088
SANTA FE

November 13, 1967

**Mr. Bill Kastler
Gulf Oil Corporation
Post Office Box 1938
Roswell, New Mexico 88201**

Re: Case No. 3676
Order No. R-3340
Applicant:
Gulf Oil Corporation

Dear Sir:

Enclosed herewith is a copy of the above-referenced Commission order recently entered in the subject case. Letter pertaining to conditions of approval and maximum allowable to follow.

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

ALP/ir

Carbon copy of order also sent to:

Hobbs OCC x
Artesia OCC x
Aztec OCC _____
State Engineer x

Other _____

OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE, NEW MEXICO

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C Mr. Bill Kastler
Gulf Oil Corporation
Post Office Box 1938
Roswell, New Mexico 88201

O Dear Sir:

Reference is made to Commission Order No. R-3340, recently entered in Case No. 3676, approving the Gulf North Hackberry Waterflood Project.

P Injection is to be through the eight authorized water injection wells, each of which shall be equipped with plastic-coated tubing set in a packer, said packer being set within 100 feet of the top of the perforations in the Yates formation. The casing-tubing annulus shall be filled with an inert fluid and left open or equipped with a pressure gauge to facilitate detection of tubing or packer leakage.

Y 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 when the Southeast New Mexico normal unit allowable is 42 barrels per day or less.

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 the allowable provisions of Rule 701, it behooves him to promptly notify

OIL CONSERVATION COMMISSION

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Mr. Bill Kastler
Gulf Oil Corporation
Post Office Box 1938
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C both of the aforementioned Commission offices by letter of any
O change in the status of wells in the project area, i.e., when
active injection commences, when additional injection or pro-
ducing wells are drilled, when additional wells are acquired
through purchase or unitization, when wells have received a re-
sponse 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.

P Very truly yours,

Y A. L. PORTER, Jr.
Secretary-Director

ALP/DSM/ir

cc: Oil Conservation Commission Offices in Hobbs and Artesia

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