

KERSEY & COMPANY
DRILLING AND OIL PRODUCTION
Phone SH 6-3671 • P. O. Box 316 • 808 W. Grand
ARTESIA, NEW MEXICO 88210

October 2, 1968

Re: Water Flood Project,
Shugart Field

State of New Mexico
Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87501

Attention: Secretary Director, Mr. A. L. Porter, Jr.

Dear Sir:

It is respectfully requested in order to promote conservation and prevent waste that Kersey-Wittkopp and E. A. Hanson be given approval for a water flood project which includes the wells hereinafter listed.

This project will be a cooperative flood with each party hereto injecting into their own well, producing his own oil and having an allowable based on his total productive acreage.

The pattern is a simple line drive involving two injection wells. Pressured water will be purchased from the Shenandoah Corporation which has a flood in the area.

Hereinafter are listed the two injection wells involved.

Kersey-Wittkopp Texaco No. 2, located in the NW SE,
Section 6, T19S, R31E, Eddy County, New Mexico.

E. A. Hanson Payne 1-A, located in the SW SE,
Section 6, T19S, R31E, Eddy County, New Mexico.

Exhibit "A" shows the flood area and wells within a two mile radius.

Exhibit "B" shows a detailed plat of the flood area.

Exhibit "C" and "D" shows how each injection well is to be completed.

Copies of this application will be sent to all offset operators as listed below and to the U.S.G.S. office.

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The operators of this cooperative flood will upon approval of the flood immediately notify the New Mexico Oil Conservation Commission of injection operations and abide by the rules and regulations as set out in the Order and will also file and maintain accurate records as required by the New Mexico Oil Conservation Commission.

Yours very truly,

KERSEY - WITTKOPP


Harold Kersey

HK:cg

CC: U.S.G.S.
Texaco
Texam
Penroc
Culbertson - Irwin