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. 4208 Order No. R-3841

APPLICATION OF JOHN A. YATES OF ARTESIA FOR SEVERAL WATERFLOOD PROJECTS, EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on August 27, 1969, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 17th day of September, 1969, 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, John A. Yates, seeks permission to institute two waterflood projects in the East Millman-Seven Rivers Pool by the injection of water into the Seven Rivers formation through his Caroline Well No. 4, located in Unit E of Section 28, and his Mary Lou Well No. 1, located in Unit H of Section 29, both in Township 19 South, Range 28 East, NMPM, Eddy County, New Mexico.
- (3) That the wells in the project areas are in an advanced state of depletion and should properly be classified as "stripper" wells.
- (4) That the proposed waterflood projects should result in the recovery of otherwise unrecoverable oil, thereby preventing waste.

-2-CASE No. 4208 Order No. R-3841

(5) That the subject application should be approved and the projects should be governed by the provisions of Rules 701, 702, and 703 of the Commission Rules and Regulations.

IT IS THEREFORE ORDERED:

(1) That the applicant, John A. Yates, is hereby authorized to institute two waterflood projects in the East Millman-Seven Rivers Pool by the injection of water into the Seven Rivers formation through the following-described two wells in Township 19 South, Range 28 East, NMPM, Eddy County, New Mexico:

John Yates Caroline Millman Waterflood Project

Injection Well:

Caroline Well No. 4, located in Unit E of Section 28

John Yates Mary Lou Millman Waterflood Project

Injection Well:

Mary Lou Well No. 1, located in Unit H of Section 29

- (2) That the subject waterflood projects shall be governed by the provisions of Rules 701, 702, and 703 of the Commission Rules and Regulations.
- (3) That monthly progress reports of the waterflood projects herein authorized shall be submitted to the Commission in accordance with Rules 704 and 1120 of the Commission Rules and Regulations.
- (4) 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.

esr

STATE OF NEW MEXICO ON COMSHRVATION COMMISSION

arter

DAVID F. CARGO, Chairman

CALEX J. ARMEJO, Member

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