Case file

OIL CONSERVATION COMMISSION P. O. BOX 2088 SANTA FE. NEW MEXICO 87501

December 3, 1969

Mr. Charles White White, Gilbert, Koch & Kelly Attorneys at Law Post Office Box 787 Santa Fe, New Mexico

Dear Mr. White:

Enclosed herewith is Commission Order No. R-2748-A, entered in tase No. 4271, approving the expansion of the Texaco Rhodes Federal "B" Waterflood Project and the creation of the Texaco Rhodes Federal "A" Waterflood Project.

injection into each of the four newly authorized water injection wells shall be through internally plastic-coated tubing which shall be set in a packer located from 50 to 100 feet above the top of the liner set through the pay. The casing-tubing annulus shall be loaded with an inhibited fluid and equipped with a pressure gauge at the surface.

As to allowable, our calculations indicate that when all of the authorized injection wells have been placed on active injection, the maximum allowable which the Rhodes "B" project will be eligible to receive under the provisions of Rule 701-E-3 is 588 barrels per day when the Southeast New Mexico normal unit allowable is 42 barrels per day or less and the maximum for the Rhodes "A" project is 168 barrels per day.

Dlease 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

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notify both of the aforementioned Commission offices by letter of any change in the status of wells in the project area, i.e., when active injection commences, when additional injection or producing wells are drilled, when additional wells are acquired through purchase or unitisation, when wells have received a response 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.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

Enclosures

ALP/DSN/ir

cc: Oil Conservation Commission Hobbs, New Mexico

> U. S. Geological Survey Box 1838 Hobbs, New Mexico 88240

Mr. D. E. Gray State Engineer Office Santa Fe, New Mexico