

MINUTE ITEM

12/21/71
JWY

6. APPROVAL OF REDRILLING AND COMPLETING WELL "STATE 392" S-132, HUNTINGTON BEACH FIELD, ORANGE COUNTY; SIGNAL OIL AND GAS COMPANY - E 392.1.

After consideration of Calendar Item 11 attached, and upon motion duly made and carried, the following resolution was adopted:

THE COMMISSION AUTHORIZES THE APPROVAL OF REDRILLING AND COMPLETING WELL "STATE 392" S-132 IN ACCORDANCE WITH THE PROPOSALS SUBMITTED BY SIGNAL OIL AND GAS COMPANY, THE TERMS AND CONDITIONS OF EXCHANGE OIL AND GAS LEASE 392.1, AND THE RULES AND REGULATIONS OF THE COMMISSION.

Attachment:

Calendar Item 11 (1 page)

CALENDAR ITEM

12/71
E 392.1
JWY

11.

PROPOSED REDRILL OF WELL "STATE 392" S-132

LEASE: E 392.1.
LESSEE: Signal Oil and Gas Company.
COUNTY: Orange.
AREA: Huntington Beach Field.

PERTINENT INFORMATION:

Signal has initiated a full-scale waterflood operation. Production performance clearly indicates that the program has been successful, resulting in an economic advantage to the State.

On December 17, 1970 (Minute Item 8, page 976), the Commission authorized the redrilling of two wells in the initial phase of extending the Main Zone waterflood. Since that time the Commission has authorized the redrilling of twenty-one additional wells for the same purpose. To this date, twelve of the authorized wells have been re-drilled and completed without incident. Work has commenced on the thirteenth well.

In order to maintain a coordinated and uninterrupted secondary recovery development program, Signal has submitted an application to redrill an additional well, "State 392" S-132. The proposed completion intervals in this well will provide the best development spacing for optimum flood response. The surface location of this well is on the uplands.

The proposed redrilling program and completion program have been reviewed by the Division and determined to be in accordance with good engineering practices and the rules and regulations of the Commission. The Division of Oil and Gas has approved the redrilling of this well.

IT IS RECOMMENDED THAT THE COMMISSION AUTHORIZE THE APPROVAL OF REDRILLING AND COMPLETING WELL "STATE 392" S-132 IN ACCORDANCE WITH THE PROPOSALS SUBMITTED BY SIGNAL OIL AND GAS COMPANY, THE TERMS AND CONDITIONS OF EXCHANGE OIL AND GAS LEASE 392.1, AND THE RULES AND REGULATIONS OF THE COMMISSION.