04

AFFLICATION OF TESORO PETROLEUM CORFIGATION TO EXPAND 1TS WATER FLOIL FROJECT IN THE HOSPAH UPPER SANT OIL POOL IN MCEINLEY COUNTY, NEW MENICO

ier. 304:

ORDER WEX NO.



n

s

## ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Order No. R-2807 B. Tesoro Fetrileum Corporation has made application to the Division on June 23, 1980, for permission to expand its Hospah Upper Sand Waterflood Project in the Hospah Upper Sand Pool in McKinley County, New Mexico.

NOW, on this 1st day of July, 1980, the Division Direct finds:

- That application has been filed in due form.
- 2. That the proposed injection well is eligible for echiversion to water injection under the terms of Order No. R-ISCT E.
- 3. That the proposed expansion of the above referenceda water flood project will not cause waste nor impair correlative rights.
  - 4. That the application should be approved.

## IT IS THEREFORE ORDERED:

That the applicant, Tesoro Petroleum Corporation, be an the same is hereby authorized to inject water into the Hospan Upper Sand formations through plastic-lined tubing set in a pa at approximately 1760 feet in the following described well for purposes of secondary recovery, to wit:

Hospah Sand Unit Well #50 in Unit J of Section 36, Township 18 North, Range 9 West, NMPM. McKinley if County, New Mexico, and through plastic-lined tubing is set in a packer at approximately 1690 in the followings described well for purposes of secondary recovery, to wit:

County, New Mexico, and through plastic-lined tubing set in a packer at approximately 1580' in the following described well for purposes of secondary recovery to wit;

Hospah Sand Unit •62 in Unit O of Section 36, Township 18 North, Range 9 West, NMPM, McKinley County, New Mexico, and through plastic-lined tubing set in a packer at approximately 1530' in the following described well for purposes of secondary recovery, to wit:

Hospah Sand Unit Well #88 in Unit C of Section 1, Towns 17 North, Range 9 West, NMPM, McKinley County, New Mexi and through plastic lined tubing set in a packer at approximately 1500' in the following described well for gurposes of secondary recovery, to wit;

Hespith Sand Trit Well ### in Unit E of Section 1. Township 17 North, hauge 9 West, NMPM, HcKinley County, New Mexico.

That the operator shall properly flug Hospah Sand Unit Well No. 51 in Unit M of Section 30, Township 18 North, Range 9 West, NELM, McKinley County, New Mexico, such as to prevent migration or escape of injected fluids from the Hospah Upper Sand. Such procedures shall be done prior to commencement of injection.

That the operator should notify the supervisor of the Arter district effice to approve and witness plugging procedur

## IT IS FURTHER ON LEFD!

That the operator shall take all steps necessary to consure that the impacted water enters only the proposed inject interval and is not jointitled to escape to other formations or onto the surface.

That the casing-tuling annulus shall be loaded with an inert fluid and equipped with a pressure gauge at the surface or left ten to the atmosphere to facilitate detection of lea in the casing, tubing, or packer.

That the injection well or system shall be equipped wi a por-off valve or device which will limit the wellhead press to a maximum of 200 reunds per square inen; provided however, that the Livision Director may administratively authorize a pressure limitation in excess of the above upon the operator establishing that such higher pressure will not result in fracturing of confining strata.

That the operator shall notify the supervisor of Division's Aztec District Office before injection is commence through said well;

That the operator shall immediately notify the Supervi of the Division's Acted District Office of the failure of the tubing, casing, or packer in said well or the leakage of wate from or around said well and shall take such steps as may be tirely or necessary to correct such failure of leakage.

 $\ensuremath{\mathsf{DCNF}}$  at Fanta Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

JOE D. RAMEY -Division Director

SEAL