Entired July 13, 1964 A. P.

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. 3064 Order No. R-2736

APPLICATION OF R. C. DAVOUST COMPANY FOR A WATERFLOOD EXPANSION, EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on July 1, 1964, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 8th day of July, 1964, 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, R. C. Davoust Company, seeks authority to expand the Turkey Track Queen Pool Waterflood Project in Section 34, Township 18 South, Range 29 East and Section 3, Township 19 South, Range 29 East, NMPM, Turkey Track Field, Eddy County, New Mexico, to include the Grayburg formation.

(3) That the proposed expansion should result in the recovery of otherwise unrecoverable oil, thereby preventing waste.

(4) That the Turkey Track Queen Pool Waterflood Project should be expanded to include the Grayburg formation and should be governed by the provisions of Rule 701 of the Commission Rules and Regulations. -2-CASE No. 3064 Order No. R-2736

IT IS THEREFORE ORDERED:

(1) That the applicant, R. C. Davoust Company, is hereby authorized to expand the Turkey Track Queen Pool Waterflood Project in Section 34, Township 18 South, Range 29 East and Section 3, Township 19 South, Range 29 East, NMPM, Turkey Track Field, Eddy County, New Mexico, to include the Grayburg formation.

(2) That the subject waterflood project shall be governed by the provisions of Rule 701 of the Commission Rules and Regulations, including the allowable provisions thereof, and including the provisions with respect to expansion of the waterflood project.

(3) That monthly progress reports of the waterflood project herein authorized shall be submitted to the Commission in accordance with Rules 704 and 1119 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.

> STATE OF NEW MEXICO QIL CONSERVATION COMMISSION

MPBELL

SEAL

PORTER, Member & Secretary Jr.

esr/