OIL CONSERVATION COMMISSION

P. O. BOX 2088

SANTA FE. NEW MEXICO 87501

June 1, 1969

Jennings & Copple P. O. Box 1180 Roswell, New Mexico

Gentlemen:

Enclosed herewith please find Administrative Order No. WFX-316 authorizing injection of two wells to water injection wells for the Shenandoah Shugart Water Flood Project in the Shugart Pool in Eddy County, New Mexico.

Very truly yours,

A. L. PORTER, JR. Secretary-Director

ALP/JEK/og

cc: Oil Conservation Commission - Artesia Oil & Gas Engineering Committee - Hobbs

APPLICATION OF SHENANDOAH OIL CORPORATION TO EXPAND ITS SHENANDOAH SHUGART WATER FLOOD PROJECT IN THE SHUGART POOL IN EDDY COUNTY, NEW MEXICO. ORDER WFX NO. 316

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION COMMISSION

Under the provisions of Order No. R-3431, Shenandoah Oil Corporation has made application to the Commission on May 17, 1969 for permission to expand its Shenandoah Shugart Water Flood Project in the Shugart Pool, Eddy County, New Mexico.

NOW, on this 1st day of June, 1969, the Secretary-Director finds:

- 1. That application has been filed in due form.
- 2. That satisfactory information has been provided that all offset operators have been duly notified of the application.
- 3. That no objection has been received within the waiting period as prescribed by Rule 701.
- That the proposed injection wells are eligible for conversion to water injection under the terms of Order No. R-3431.
- That the proposed expansion of the above-referenced water flood project will not cause waste nor impair correlative rights.
 - 6. That the application should be approved.

IT IS THEREFORE ORDERED:

That the applicant, Shenandoah Oil Corporation, be and the same is hereby authorized to inject water into the Yates Seven Rivers Queen and Grayburg formations through the following described wells for purposes of secondary recovery, to wit:

Shugart A-1 located in Unit M of Section 29, and Shugart C-2 located in Unit O of Section 30, both in Township 18 South, Range 31 East, NMPM.

Done at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO

OIL CONSERVATION COMMISSION

A. L. PORTER, Jr. Secretary-Director