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

May 15, 1972

Tesoro Petroleum Corporation 8520 Crownhill San Antonio, Texas 78209

Attention: Mr. R. H. Denman

Gentlemen:

Enclosed herewith please find Administrative Order WFX No. 368 for the following wells:

Unit Well No. 70 located in Unit N of Section 36, Township 18 North, Range 9 West, NMPM, and Unit Well No. 84 located in Unit F of Section 1, Township 17 North, Range 9 West, NMPM.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/JEK/og

cc: Oil Conservation Commission - Aztec

APPLICATION OF TESORO PETROLEUM CORPORATION TO EXPAND ITS HOSPAH UNIT WATER FLOOD PROJECT IN THE HOSPAH POOL IN MCKINLEY COUNTY, NEW MEXICO.

WFX ORDER NO. 368

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION COMMISSION

Under the provisions of Order No. R-2807-B, Tesoro Petroleum Corporation has made application to the Commission on May 11, 1972, for permission to expand its Hospah Unit Water Flood Project in the Hospah Pool, McKinley County, New Mexico.

NOW, on this 15th day of May, 1972, 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 objections have been received within the waiting period as prescribed by Order No. R-2807-B.

4. That the proposed injection wells are eligible for conversion to water injection under the terms of Order No. R-2807-B.

5. 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, Tesoro Petroleum Corporation, be and the same is hereby authorized to inject water into the Hospah Sand formation through the following described wells for purposes of secondary recovery, to wit:

> Unit Well No. 70 located in Unit N of Section 36, Township 18 North, Range 9 West, NMPM, and Unit Well No. 84 located in Unit F of Section 1, Township 17 North, Range 9 West, NMPM.

PROVIDED HOWEVER, That applicant shall inject water through tubing with packers set at approximately 1620 feet in said wells.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

our

A. L. PORTER, Jr. Secretary-Director

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