Contend September 13, 1965

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. 3299 Order No. R-2268-B

APPLICATION OF SINCLAIR OIL & GAS 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 August 25, 1965, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 13th day of September, 1965, 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 by Order No. R-2268-A, the Commission authorized the applicant, Sinclair Oil & Gas Company, to expand its Keel-West Waterflood Project in the Grayburg-Jackson Pool in Township 17 South, Range 31 East, NMPM, Eddy County, New Mexico, in four stages, specifying a period of time to commence each stage of the project.
- (3) That Order No. R-2268-A provided that Stage IV of the project was to be commenced subsequent to completion of Stage III but not prior to January 1, 1965.
- (4) That the applicant seeks amendment of Order No. R-2268-A to authorize the commencement of Stage IV of the project prior to the completion of Stage III.
- (5) That approval of the subject application should result in a more efficient waterflood project, thereby preventing waste.

Case No. 14187 Merit Energy Exhibit #7 -2-CASE No. 3299 Order No. R-2268-B

IT IS THEREFORE ORDERED:

- (1) That Order No. R-2268-A is hereby amended to authorize the applicant, Sinclair Oil & Gas Company, to commence Stage IV of its Keel-West Waterflood Project in the Grayburg-Jackson Pool in Township 17 South, Range 31 East, NMPM, Eddy County, New Mexico, prior to the completion of Stage III of the project.
- (2) 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

JACK M. CAMPBELL Chairman

GUYTON B. HAYS, Member

A. L. PORTER, Jr., Member & Secretary

SEAL