Entered Cepil 29, 1969 OSP.

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. 3747 Order No. R-2869-A

APPLICATION OF DEPCO, INC., FOR AN AMENDMENT TO ORDER NO. R-2869, EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on April 17, 1968, at Hobbs, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 29th day of April, 1968, the Commission, a quorum being present, having considered the testimony presented and the exhibits received at said hearing, 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-2869, International Oil & Gas Corporation was authorized to institute a waterflood project in the Artesia Pool by the injection of water into the Queen, Grayburg, and San Andres formations through nine wells in Sections 10 and 11, Township 18 South, Range 28 East, NMPM, Eddy County, New Mexico.
- (3) That the applicant, Depco, Inc., as successor to International Oil & Gas Corporation, seeks the amendment of said Order No. R-2869 to substitute the following-described water injection wells:

EDDY COUNTY, NEW MEXICO TOWNSHIP 18 SOUTH, RANGE 28 EAST, NMPM

| WELL | | | | LOCATION | SECTION |
|------|-----|-----|---|-----------|---------|
| Dunn | | | | NE/4 SE/4 | 11 |
| Dunn | "A" | No. | 1 | SW/4 NE/4 | 12 |
| Dunn | "B" | No. | 6 | SW/4 SW/4 | 12 |

in lieu of the following-described wells which were included in the originally-authorized water injection wells:

EDDY COUNTY, NEW MEXICO TOWNSHIP 18 SOUTH, RANGE 28 EAST, NMPM

| WELL | | | | LOCATION | | SECTION |
|------|-----|-----|----|----------|------|---------|
| Dunn | "B" | No. | 15 | SW/4 | NW/4 | 10 |
| Dunn | "B" | No. | 19 | SW/4 | NE/4 | 10 |
| Dunn | "B" | No. | 21 | SW/4 | NW/4 | 11 |

(4) That approval of the subject application will not violate correlative rights and should increase the efficiency of the waterflood project and result in greater ultimate recovery of oil, thereby preventing waste.

IT IS THEREFORE ORDERED:

(1) That Order No. R-2869 is hereby amended by deleting from the water injection wells authorized therein the following-described wells:

EDDY COUNTY, NEW MEXICO TOWNSHIP 18 SOUTH, RANGE 28 EAST, NMPM

| WELL | | | | LOCA' | <u> </u> | SECTION |
|--------------|-----|-----|----|-------|--------------|----------|
| Dunn Dunn | "B" | No. | 19 | SW/4 | NW/4 NE/4 | 10 10 |
| Dunn | "B" | NO. | 21 | SW/4 | NW/4 | 11 |

and substituting in lieu thereof as water injection wells the following-described wells:

-3-CASE No. 3747 Order No. R-2869-A

EDDY COUNTY, NEW MEXICO TOWNSHIP 18 SOUTH, RANGE 28 EAST, NMPM

| WELL | | | | LOCATION | SECTION |
|------|-----|-----|---|-----------|---------|
| Dunn | | | | NE/4 SE/4 | 11 |
| Dunn | "A" | No. | 1 | SW/4 NE/4 | 12 |
| Dunn | "B" | No. | 6 | SW/4 SW/4 | 12 |

(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
OIL CONSERVATION COMMISSION

DAVID F. CARGO, Chairman

GUYTON B. HAYS, Member

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

S E A L