Entered Murch 5, 1969 QLP.

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. 4045 Order No. R-3357-B

APPLICATION OF H & S OIL COMPANY FOR AN AMENDMENT TO ORDER NO. R-3357, AS AMENDED BY ORDER NO. R-3357-A, EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on February 26, 1969, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this ^{5th} day of March, 1969, 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-3357, as amended by Order No. R-3357-A, the Commission authorized the applicant, H & S Oil Company, to institute the H & S West Artesia Unit Waterflood Project in the West Artesia Grayburg Unit Area, Artesia Pool, by the injection of water into the Grayburg formation through six injection wells located in Sections 7 and 8, Township 18 South, Range 28 East, NMPM, Eddy County, New Mexico.

(3) That the applicant, H & S Oil Company, now seeks amendment of Order No. R-3357, as amended by Order No. R-3357-A, to delete the Cities Service-Mell Well No. 17, located in Unit M of said Section 8, and to substitute in lieu thereof as a water injection well the Roach Drilling Company-Leonard Well No. 18, -2-CASE No. 4045 Order No. R-3357-B

formerly the Leonard Well No. 1, located in Unit D of Section 17, same township and range, which well had been included in the original authorization in Order No. R-3357.

(4) That approval of the subject application will not violate correlative rights and should increase the efficiency of the H & S West Artesia Unit Waterflood Project and result in greater ultimate recovery of oil, thereby preventing waste.

IT IS THEREFORE ORDERED:

(1) That Order No. R-3357, as amended by Order No. R-3357-A, is hereby further amended by deleting from the water injection wells authorized for the H & S West Artesia Unit Waterflood Project in the West Artesia Grayburg Unit Area, Artesia Pool, the Cities Service-Mell Well No. 17, located in Unit M of Section 8, Township 18 South, Range 28 East, NMPM, Eddy County, New Mexico, and substituting in lieu thereof as a water injection well the Roach Drilling Company-Leonard Well No. 18, located in Unit D of Section 17, Township 18 South, Range 28 East, NMPM, Eddy County, New Mexico.

(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 11 DAVID F, CARGO, Chairman ARMIJO Member J PORTER, Jr., Member & Secretary

SEAL

esr/