Intered une 24, 1958

## 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. 1225 Order No. R-975-B

APPLICATION OF MOAB DRILLING COMPANY AND UTEX EXPLORATION COMPANY FOR AN ORDER AMENDING ORDER NO. R-975 TO PERMIT THE CONVERSION OF AN ADDITIONAL WATER INJECTION WELL IN ITS PILOT WATER FLOOD PROJECT IN THE HIGH LONESOME POOL, EDDY COUNTY, NEW MEXICO.

## ORDER OF THE COMMISSION

## BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on May 28, 1958, at Santa Fe, New Mexico, before Elvis A. Utz, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this  $18^{\pm 5}$  day of June, 1958, the Commission, a quorum being present, having considered the application, the evidence adduced and the recommendations of the Examiner, Elvis A. Utz, 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 Moab Drilling Company was authorized by Commission Order No. R-975, dated April 12, 1957, to institute a pilot water flood project in Sections 15 and 16 of Township 16 South, Range 29 East, NMPM, in the High Lonesome Pool, Eddy County, New Mexico, utilizing six water injection wells.

(3) That Utex Exploration Company now proposes to convert to water injection its Donohue-Federal No. 3 Well located 990 feet from the South line and 1650 feet from the West line of said Section 15.

(4) That it is necessary to convert the said Donohue-Federal No. 3 Well to water injection inasmuch as the Donohue-Federal No. 2 Well in the NE/4 SW/4 of said Section 15 has begun to produce water and that further delay of the conversion of the said Donohue-Federal No. 3 Well would result in waste. . -

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(5) That the subject application should be approved.

IT IS THEREFORE ORDERED:

That the application of Moab Drilling Company and Utex Exploration Company for permission to convert to a water injection well the Utex Exploration Company Donohue-Federal No. 3 Well, located 990 feet from the South line and 1650 feet from the West line of Section 15, Township 16 South, Range 29 East, NMPM, in the High Lonesome Pool, Eddy County, New Mexico, be and the same is hereby approved.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

Sit mol.

EDWIN L. MECHEM, Chairman

1. S. Cozenter

MURRAY E. MORGAN, Member

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

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