

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

GARREY CARRUTHERS
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

ORDER NO. WFX-586

APPLICATION OF MURPHY OPERATING CORPORATION TO EXPAND ITS WATERFLOOD PROJECT IN THE TODD LOWER SAN ANDRES ASSOCIATED POOL IN ROOSEVELT COUNTY, NEW MEXICO

ADMINISTRATIVE ORDER
OF THE OIL CONSERVATION DIVISION

Under the provisions of Division Order No. R-6677, Murphy Operating Corporation has made application to the Division on August 11, 1989 for permission to expand its Todd Lower San Andres Unit Waterflood Project in the Todd Lower San Andres Associated Pool in Roosevelt County, New Mexico.

NOW, on this 8th day of September, 1989, the Division Director finds that:

- (1) The application has been filed in due form.
- (2) Satisfactory information has been provided that all offset operators have been duly notified of the application.
- (3) No objection has been received within the waiting period as prescribed by Rule 701(B).
- (4) The proposed injection well is eligible for conversion to water injection under the terms of Rule 701.
- (5) The proposed expansion of the above-referenced waterflood project will not cause waste nor impair correlative rights.
- (6) The application should be approved.

IT IS THEREFORE ORDERED THAT:

The applicant, Murphy Operating Corporation, be and the same is hereby authorized to inject water into the Lower San Andres formation at approximately 4256 feet to approximately 4297 feet through 2 3/8-inch epoxy lined tubing set in a packer at approximately 4156 feet in the following described well for purposes of secondary recovery to wit:

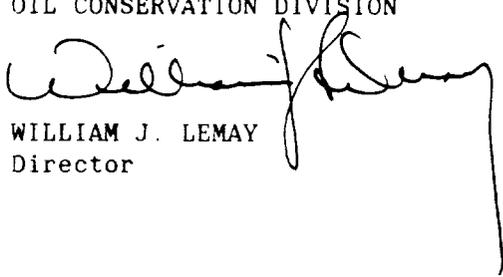
TLSAU Well No. 35-8
1980' FNL & 660' FEL (Unit H)
Section 35, T-7 South, R-35 East, NMPM
Roosevelt County, New Mexico.

The operator shall submit monthly progress reports of the project in accordance with Rules 706 and 1115 of the Division Rules and Regulations.

Administrative Order WFX-586
Murphy Operating Corporation
September 12, 1989
Page 3

Approved at Santa Fe, New Mexico, on this 8th day of September, 1989.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


WILLIAM J. LEMAY
Director

S E A L