

**STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION**

**IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING THE:**

**APPLICATION OF FOREST OIL CORPORATION FOR APPROVAL OF A
SECONDARY RECOVERY PROJECT, EDDY COUNTY, NEW MEXICO**

**CASE NO. 14157
ORDER NO. R-13047**

ORDER OF THE DIVISION

BY THE DIVISION:

This case came on for hearing at 8:15 a.m. on August 7, 2008 and again on August 21, 2008, at Santa Fe, New Mexico, before Examiners David K. Brooks and William V. Jones.

NOW, on this 20th day of August, 2009, the Division Director, having considered the testimony, the record and the recommendations of the Examiners,

FINDS THAT:

(1) Due public notice has been given and the Division has jurisdiction of this case and its subject matter.

(2) Forest Oil Corporation ("Forest" or "applicant"), seeks approval to implement secondary recovery operations by injection of water into the Grayburg Jackson; SevenRivers-Queen-Grayburg-SanAndres Pool (28509) within its 160-acre "State B Lease" consisting of the SE/4 of Section 16, Township 17 South, Range 31 East, NMPM, Eddy County, New Mexico.

(3) The project area is proposed to consist of the SE/4 of Section 16 with initial injection into only one injection well bounded by existing producing wells, configured into an inverted 5-spot pattern. Forest is proposing injection into the State B Well No. 13 (API No. 30-015-36423) which is to be drilled to approximately 4100 feet deep and to be located 760 feet from the South line and 760 feet from the East line of Section 16.

(4) However, Forest Oil Corporation has been since this hearing, and continues to be, out of compliance with the provisions of Division Rule 5.9 relating to

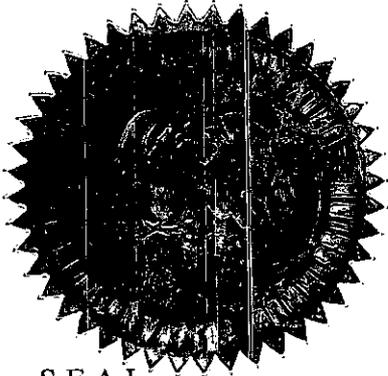
numbers of inactive wells.

(5) This case should be dismissed with the provision that this matter could again be considered at the option of Forest Oil Corporation at such time as Forest comes into compliance with Division Rule 5.9.

IT IS THEREFORE ORDERED THAT:

Case 14157 is hereby dismissed without prejudice.

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



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STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


MARK E. FESMIRE, P.E.
Director