APPLICATION OF NEWMONT OIL COMPANY TO EXPAND ITS LOCO HILLS GRAYBURG WATER FLOOD PROJECT IN THE LOCO HILLS POOL IN EDDY COUNTY, NEW MEXICO.

ADMINISTRATIVE ORDER WFX NO. 28

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION COMMISSION

Under the provisions of Rule 701, Newmont Oil Company has made application to the Commission on January 8, 1960, for permission to expand its Loco-Hills Grayburg Water Flood Project in the Loco Hills Pool, Eddy County, New Mexico.

NOW, on this 23rd day of February, 1960, the Secretary-Director finds:

- 1. That application has been filed in due form.
- 2. That satisfactory information has been provided that all offset operators have been duly notified of the application.
- 3. That objection by the Office of State Engineer has been received within the waiting period as prescribed by Rule 701 and that applicant has agreed to take the proposed measures necessary to have said objection withdrawn.
- 4. That the proposed injection wells are eligible for conversion to water injection under the terms of Rule 701.
- 5. That the proposed expansion of the above-referenced water flood project will not cause waste nor impair correlative rights.
 - 6. That the application should be approved.

IT IS THEREFORE ORDERED:

That the applicant, Newmont Oil Company, be and the same is hereby authorized to inject water into the Grayburg formation through the following described wells for purposes of secondary recovery, to wit:

Yates "A" Well No. 12 located in the NE/4 NE/4 of Section 6 and Coppedge Well No. 2, located in the NW/4 NW/4 of Section 5, both in Township 18 South, Range 30 East, NMPM, and Brigham Well No. 1 located in the SE/4 SE/4 of Section 31, Township 17 South, Range 30 East, NMPM.

PROVIDED HOWEVER, that approval of the proposed conversions is to be contingent upon successful results of the pressure tests, of the casing in Brigham Well No. 1 and Coppedge Well No. 2, as proposed by applicant in response to the objection of the State Engineer Office.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

A. L. PORTER, Jr., Secretary-Director