December 21, 1965

S. P. Yates Drilling Company 307-13 Carper Building Artesia, New Mexico

Gentlemen:

Enclosed herewith please find Administrative Order WFX No. 223 authorizing conversion of one well to water injection well in your Artesia State 14 Water Flood Project in the Artesia Pool in Eddy County, New Mexico.

Very truly yours,

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

ALP/JEK/og

cc: Oil Conservation Commission - Artesia Oil Conservation Commission - Hobbs State Engineer Office - Santa Fe APPLICATION OF YATES PETROLEUM CORPORATION TO EXPAND ITS ARTESIA STATE 14 WATER FLOOD PROJECT IN THE ARTESIA POOL IN EDDY COUNTY, NEW MEXICO.

ADMINISTRATIVE ORDER WFX NO. 223

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION COMMISSION

Under the provisions of Rule 701, Yates Petroleum Corporation has made application to the Commission on November 5, 1965, for permission to expand its Artesia State 14 Water Flood Project in the Artesia Pool, Eddy County, New Mexico.

NOW, on this 21st day of December, 1965, 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 no objection has been received within the waiting period as prescribed by Rule 701.
- 4. That the proposed injection well is 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, Yates Petroleum Corporation, be and the same is hereby authorized to inject water into the Grayburg formation through the following described well for purposes of secondary recovery, to wit:

Dunn "B" Well No. 3 located in the SW/4 SE/4 of Section 11, Township 18 South, Range 28 East, NMPM.

DONE at Santa Fe, New Mexico, on the day and year here-inabove designated.

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

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

SEAL