STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

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

ADMINISTRATIVE ORDER NO. WFX-650

APPLICATION OF WISER OIL COMPANY TO EXPAND ITS MALJAMAR GRAYBURG WATERFLOOD PROJECT IN THE MALJAMAR GRAYBURG SAN ANDRES POOL IN LEA COUNTY. NEW MEXICO

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Division Order No. R-1538, Wiser Oil Company has made application to the Division on November 19, 1993 for permission to expand its Maljamar Grayburg Waterflood Project in the Maljamar Grayburg-San Andres Pool in Lea County, New Mexico.

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 wells is eligible for conversion to injection under the terms of Rule 701.
- (5) The proposed expansion of the above referenced Maljamar Grayburg Waterflood Project will not cause waste nor impair correlative rights.
 - (6) The application should be approved.

IT IS THEREFORE ORDERED THAT:

The applicant, Wiser Oil Company, be and the same is hereby authorized to inject water into the Grayburg and San Andres formations at approximately 3903 feet to approximately 4352

Administrative Order WFX-650 Wiser Oil Company December 10, 1993 Page 2

feet through 2 3/8-inch plastic lined tubing set in a packer located within 100 feet of the uppermost injection perforations for purposes of secondary recovery in the wells shown on Exhibit "A" attached hereto.

IT IS FURTHER ORDERED THAT:

The operator shall take all steps necessary to ensure that the injected water enters only the proposed injection interval and is not permitted to escape to other formations or onto the surface.

Prior to commencing injection operations into the wells, the casing shall be pressure tested from the surface to the packer setting depth to assure the integrity of said casing.

The casing-tubing annulus shall be loaded with an inert fluid and equipped with a pressure gauge at the surface or left open to the atmosphere to facilitate detection of leakage in the casing, tubing or packer.

The injection wells or system shall be equipped with a pressure limiting device which will limit the wellhead pressure on the injection wells to no more than .2 psi per foot of depth to the uppermost injection perforations.

The Director of the Division may authorize an increase in injection pressure upon a proper showing by the operator of said wells that such higher pressure will not result in migration of the injected fluid from the Grayburg and San Andres formations. Such proper showing shall consist of a valid step-rate test run in accordance with and acceptable to this office.

The operator shall notify the supervisor of the Hobbs district office of the Division of the date and time of the installation of injection equipment and of the mechanical integrity tests so that the same may be inspected and witnessed.

The operator shall immediately notify the supervisor of the Hobbs district office of the Division of the failure of the tubing, casing or packer in said wells and shall take such steps as may be timely and necessary to correct such failure or leakage.

The subject wells shall be governed by all provisions of Division Order No. R-1538, as amended and Rules 702-706 of the Division Rules and Regulations not inconsistent herewith.

PROVIDED FURTHER THAT, jurisdiction of this cause is hereby retained by the Division for the entry of such further order or orders as may be deemed necessary or convenient for the prevention of waste and/or protection of correlative rights; upon failure of the operator to conduct operations in a manner which will ensure the protection of fresh water or in a manner inconsistent with the requirements set forth in this order, the Division may, after notice and hearing, terminate the injection authority granted herein.

DONE at Santa Fe, New Mexico, on this 10th day of December, 1993.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

an fax William I bretter

WILLIAM J. LEMAY

Director

SEAL

cc: Oil Conservation Division - Hobbs

EXHIBIT "A" DIVISION ORDER NO. WFX-650 MALJAMAR GRÄYBURG WATERFLOOD PROJECT APPROVED INJECTION WELLS

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Well No.	Location	Unit	S-T-R	Injection Perforations	Packer Depth	Tubing Size	Injection Pressure
9	1980' FSL - 660' FEL	I	3-17S-32E	4064' - 4352'	4000	2 3/8"	813 psig
11	660' FSL - 2080' FWL	Z	3-17S-32E	3955' - 4265'	3855	2 3/8"	791 psig
12	660' FSL - 1905' FEL	0	3-17S-32E	4048' - 4347'	3813'	2 3/8"	810 psig
51	660' FNL - 1980' FWL	С	10-17S-32E	3903' - 4203'	3641	2 3/8"	781 psig
150	2140' FSL - 1674' FEL	J	3-17S-32E	4049' - 4338'	4000	2 3/8"	810 psig
151	660' FNL - 2127' FEL	В	10-17S-32E	3946' - 4246'	3864'	2 3/8"	789 psig