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OIL CONSERVATION COMM.
SANTA FE

BEFORE THE OIL CONSERVATION COMMISSION
OF NEW MEXICO

IN THE MATTER OF THE APPLICATION
OF PENROC OIL CORPORATION FOR
APPROVAL OF EXPANSION OF A WATER
FLOOD PROJECT, EDDY COUNTY, NEW MEXICO.

Case 4667

A P P L I C A T I O N

Comes now Penroc Oil Corporation and applies to the Oil Conservation Commission of New Mexico for expansion of a waterflood project, Eddy County, New Mexico, and in support thereof would show the Commission:

1. The Commission has heretofore approved, by its Order No. R-3494, a waterflood project in the Grayburg formation of the Artesia Pool, which project has been designated as the Penroc Phillips Artesia Waterflood Project.

2. In that order to meet problems of a lease-line agreement, and to properly develop the injection pattern in the waterflood project, applicant proposes to add an additional water injection well, to be located 2640 feet from the South line, and 1320 feet from the East line of Section 27, Township 17 South, Range 28 East, N.M.P.M., Eddy County, New Mexico.

3. It is possible that additional injection wells will be required which do not meet the requirements of Rule 701, and an administrative procedure should be adopted for the approval of such additional wells.

WHEREFORE applicant prays that this application be set for hearing before the Commission or the Commission's duly appointed examiner, and that after notice and hearing as re-

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quired by law, the Commission enter its order granting approval of the additional injection well, and adoption of an administrative procedure for the approval of additional injection wells. . .

Respectfully submitted,

PENROC OIL CORPORATION

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