APPLICATION OF DEPCO, INC. TO EXPAND ITS EAST QUEEN-GRAYBURG WATER FLOOD PROJECT IN THE EAST MILLMAN QUEEN-GRAYBURG POOL IN EDDY COUNTY, NEW MEXICO.

ORDER WFX NO. 388

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION COMMISSION

Under the provisions of Rule 701, Depco, Inc., has made application to the Commission on February 5, 1973, for permission to expand its East Millman Queen-Grayburg Water Flood Project in the East Millman Queen-Grayburg Pool, Eddy County, New Mexico.

NOW, on this 25th day of February, 1973, 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 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, Depco, Inc., be and the same is hereby authorized to inject water into the Queen-Grayburg formation through the following described wells for purposes of secondary recovery, to wit:

State 648 Well No. 153 located in Unit C of Section 14, State 648 Well No. 160 located in Unit K of Section 11, State 648 Well No. 189 located in Unit M of Section 11, and State "BN" Well No. 2 located in Unit O of Section 11, all in Township 19 South, Range 28 East, NMPM.

PROVIDED HOWEVER, that the applicant shall inject water through tubing with packers set just above the perforations in the production casing in the above described wells.

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

SEAL