OIL CONSERVATION COMMISSION P. O. BOX 871 SANTA FE, NEW MEXICO



July 27, 1960

Newmont Oil Company 300 Booker Building Artesia, New Mexico

Gentlemen:

Enclosed herewith please find Administrative Order WFX-41 authorizing conversion of one well to water injection well in your Loco Hills-Grayburg Water Flood Project in the Loco Hills Pool in Eddy County, New Mexico.

Very truly yours,

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

ALP/JEK/og

cc: Oil Conservation Commission - Artesia New Mexico State Engineer Office - Santa Fe

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. 41

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION COMMISSION

Under the provisions of Rule 701, Newmont Oil Company has made application to the Commission on June 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 June, 1960, the Secretary-Director finds:

1. That application as 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 well is eligible for 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 well for purposes of secondary recovery, to wit:

> Ballard "B" Well No. 6 located in the SW/4 NE/4 of Section 1, Township 18 South, Range 29 East, NMPM.

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