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

Newmont Oil Company 300 Booker Building Artesia, New Mexico Gentlemen: Enclosed herewith please find Administrative Order WFX No. 53 authorizing conversion of one well to water injection well in your Loco Hills Grayburg Water Flood Project in the Loco Hills Poel in Eddy County, New Mexico. 7 ALP/IRT/og

October 11, 1960

Very truly yours,

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

cc: Qil Conservation Commission - Artesia New Mexico 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. 53

## ADMINISTRATIVE ORDEROF THE OIL CONSERVATION COMMISSION

Under the provisions of Rule 701, Newmont Oil Company has nade application to the Commission on September 16, 1960, for permission to expand its Loco Hills Grayburg Water Flood Project in the Loco Hills Pool, Eddy County, New Mexico.

NOW, on this 11th day of October, 1960, 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 objection has been received by the Office of State Engineer within the waiting period as prescribed by Rule 701 and that applicant has agreed to take the proposed measures necessary to have said objection withdrawn.

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, 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:

State "A" Well No. 1, located in the SW/4 SE/4 of Section 36, Township 17 South, Range 29 East, NMPM,

**PROVIDED HOWEVER**, that approval of the proposed conversion is to be contingent upon successful results of the pressure test of the casing in State "A" Well No. 1 as proposed in the objection by the State Engineer Office.

Done at Santa Fe, New Mexico, on the day and year hereinabove designated.

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

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