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. 59

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION COMMISSION

Under the provisions of Rule 701, Newmont Oil Company has made application to the Commission on October 13, 1960, for permission to expand its Loco Hills Grayburg Water Flood Project in the Loco Hills Pool, Eddy County, New Mexico.

NOW, on this 7th day of November, 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 no objection has been received within the waiting period as prescribed by Rule 701.

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:

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

PROVIDED HOWEVER. That applicant shall inject water through tubing with a packer set well below the top of the cement outside the 7-inch casing.

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

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