APPLICATION OF NEWMONT OIL COMPANY TO EXPAND ITS WEST LOCO HILLS GRAYBURG NO. 4 SAND UNIT WATER FLOOD PROJECT IN THE LOCO HILLS POOL IN EDDY COUNTY, NEW MEXICO.

ADMINISTRATIVE ORDER WFX NO. 157

## ADMINISTRATIVE ORDER OF THE OIL CONSERVATION COMMISSION

Under the provisions of Order No. R-2178-C, Newmont Oil Company has made application to the Commission on November 12, 1963, for permission to expand its West Loco Hills Grayburg No. 4 Sand Unit Water Flood Project in the Loco Hills Pool, Eddy County, New Mexico.

NOW, on this 27th day of November, 1963, 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, Newmont Oil Company, be and the same is hereby authorized to inject water into the Grayburg formation through the following described wells for purposes of secondary recovery, to wit:

Tract 1 Well No. 4 located in the SW/4 SW/4 of Section 7,

Tract 1 Well No. 5 located in the NE/4 SW/4 of Section 7,

Tract 2A Well No. 4 located in the SE/4 SE/4 of Section 7, and

Tract 2A Well No. 5 located in the NW/4 SE/4 of Section 7, all in Township 18 South, Range 30 East, NMPM, Tract 4A Well No. 1 located in the NE/4 SW/4 of Section

Tract 6 Well No. 1 located in the NE/4 SE/4 of Section

12, Tract 6 Well No. 3 located in the SW/4 SE/4 of Section

12, Tract 13B Well No. 3 located in the SW/4 NW/4 of Section

12, Tract 32A Well No. 7 located in the NE/4 SE/4 of Section

Tract 35 Well No. 1 located in the SW/4 NE/4 of Section 11,

Tract 37 Well No. 2 located in the NE/4 NE/4 of Section 11,

Tract 38 Well No. 1 located in the SW/4 NE/4 of Section 2,

Tract 38 Well No. 3 located in the NE/4 NE/4 of Section 2,

Tract 39 Well No. 1 located in the SW/4 SE/4 of Section 2, and Tract 39 Well No. 4 located in the SE/4 NE/4 of Section 2, all in Township 18 South, Range 29 East,

PROVIDED HOWEVER, That applicant shall inject water through tubing with packers set well below the top of the cement surrounding the oil strings in Tract 1 Well No. 5, Tract 4A Well No. 1, Tract 6 Well No. 3, Tract 13B Well No. 1, Tract 32A Well No. 7, Tract 35 Well No. 1 and Tract 38 Well No. 3.

PROVIDED FURTHER, That the fifteen (15) wells described above shall become eligible for conversion to water injection wells after January 1, 1964.

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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