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

August 27, 1964

Newmont Oil Company Rowley Building Artesia, New Mexico

Gentlemen:

Enclosed herewith please find Administrative Order No. WFX-178 authorizing conversion of nine wells to water injection wells in your West Loco Hills Grayburg No. 4 Sand Unit 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 Oil Conservation Commission - Hobbs New Mexico Engineer Office - Santa Fe 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.178

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 August 7, 1964, 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 August, 1964, 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 Order No. R-2178-C.

4. That the proposed injection wells are eligible for conversion to water injection under the terms of Order No. R-2178-C, being within Stage II of the Development Plan.

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:

<u>Well No</u> .	Location
1	NE/4 NW/4 Sec. 2, T18S,R29E
1	NE/4 NE/4 Sec.13, T185,R29E
9	SW/4 NW/4 Sec.12, T18S,R29E
6	NW/4 SE/4 Sec.11, T18S,R29E
9	SW/4 SW/4 Sec.11, T18S,R29E
2	NE/4 SW/4 Sec. 2, T18S,R29E
2	NW/4 NW/4 Sec.11, T18S,R29E
6	SW/4 NW/4 Sec.18, T18S,R30E
5	SE/4 NW/4 Sec. 18,T185,R30E
	1 9 6 9 2 2 6

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

STATE OF NEW MEXICO CONSERVATION COMMISS ION John L. PORTER, Jr.,