OIL CONSERVATION COMMISSION P. O. BOX 2088 SANTA FE, NEW MEXICO 87501

April 20, 1970

Mr. A. J. Losee Attorney at Law P. O. Drawer 239 Artesia, New Mexico

Dear Mr. Losee:

Enclosed herewith please find Administrative Order WFX No. 337 authorizing conversion of eight wells to water injection wells in the Eastcap Queen Unit Water-flood Project in the Caprock-Queen Pool in Chaves County, New Mexico.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

ALP/JEK/og

CC: Oil Conservation Commission - Artesia
Oil & Gas Engineering Committee - Hobbs

APPLICATION OF AGUA, INC., TO EXPAND
ITS EASTCAP QUEEN UNIT WATERFLOOD
PROJECT IN THE CAPROCK-QUEEN POOL IN
CHAVES COUNTY, NEW MEXICO.

Administrative Order WFX No. 337

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION COMMISSION

Under the provisions of Rule 701, Agua, Inc. has made application to the Commission on April 7, 1970, for permission to expand its Eastcap Queen Unit Waterflood Project in the Caprock-Queen Pool, Chaves County, New Mexico.

NOW, on this 20th day of April, 1970, 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, Agua, Inc., be and the same is hereby authorized to inject water into the Queen formation through the following-described wells for purposes of secondary recovery, to wit:

Unit Well No. 2 located in Unit L of Section 23 Unit Well No. 5 located in Unit B of Section 27 Unit Well No. 11 located in Unit L of Section 27 Unit Well No. 13 located in Unit J of Section 27 Unit Well No. 20 located in Unit B of Section 34 Unit Well No. 22 located in Unit D of Section 35 Unit Well No. 28 located in Unit L of Section 34 Unit Well No. 30 located in Unit J of Section 34 Unit Well No. 30 located in Unit J of Section 34 all in Township 14 South, Range 31 East, NMPM.

PROVIDED HOWEVER, that the applicant shall inject water through tubing with a packer set in the production casing as close to the injection zone as is practical.

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