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

July 27, 1970

Anadarko Production Company P. O. Box 9317 Fort Worth, Texas 76107

Gentlemen:

Enclosed herewith please find Administrative Order No. WFX-348 for your Tract 8 Well No. 31 located 2310 feet FSL and 1980 feet FWL of Section 4, and Tract 10 Well No. 16 located 1980 feet FSL and 660 feet from the East line, both in Section 6, Township 18 South, Range 29 East, NMPM, Eddy 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 ANADARKO PRODUCTION COMPANY TO EXPAND ITS FAR WEST LOCO HILLS SAND UNIT WATER FLOOD PROJECT IN THE LOCO HILLS POOL IN EDDY COUNTY, NEW MEXICO.

ADMINISTRATIVE ORDER WFX NO. 348

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION COMMISSION

Under the provisions of Order No. R-3628-A, Anadarko Production Company has made application to the Commission on July 20, 1970, for permission to expand its Far West Loco Hills Sand Unit Water Flood Project in the Loco Hills Pool, Eddy County, New Mexico.

NOW, on this 27th day of July, 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 waivers of objection have been received from offsetting operators and the waiting period as prescribed by Order No. R-3628-A may be dispensed with at this time.

4. That the proposed injection wells are eligible for conversion to water injection under the terms of Order No. R-3628-A.

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, Anadarko Production 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 8 Well No. 31 located 2310 feet FSL and 1980 feet FWL of Section 4, and Tract 10 Well No. 16 located 1980 feet FSL and 660' FWL of Section 9, both in Township 18 South, Range 29 East, NMPM.

<u>PROVIDED HOWEVER</u>, that the applicant shall inject water through tubing with packers set well below the top of the cement surrounding the production casing in said wells.

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