

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

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IN THE MATTER OF THE
APPLICATION OF MERIT
ENERGY COMPANY TO EXPAND
WATERFLOOD PROJECT, EDDY COUNTY

Case No. 14187

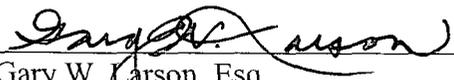
MERIT ENERGY COMPANY'S APPLICATION FOR HEARING

Pursuant to 19.15.14.1206 NMAC, Merit Energy Company ("Merit Energy") requests a hearing on its applications for injection authority for the J.L. Keel B 77, H.E. West 35, and J.L. Keel B 57 wells located in Sections 8 and 9 of Township 17 South, Range 31 East in Eddy County. Merit Energy seeks to convert the wells for injection for purposes of expanding the Keel-West Waterflood Project.

Merit Energy requests that the Division set this matter for hearing on the October 2, 2008 Examiner Docket. A proposed publication notice of the hearing is attached.

Respectfully submitted,

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Proposed Legal Notice for Publication

Case No. 14187 : **Application of Merit Energy Company to expand waterflood project, Eddy County, New Mexico.** Applicant seeks an order authorizing the conversion of the following three wells for injection into the Grayburg-Jackson Pool for purposes of expanding the Keel-West Waterflood Project:

- H.E. West 35, Section 9, T-17-S, R-31-E
- J.L. Keel B 77, Section 8, T-17-S, R-31-E
- J.L. Keel B 57, Section 8, T-17-S, R-31-E

The wells are located approximately 6 miles east of Loco Hills, New Mexico.