

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

CASE NO. 11929
ORDER NO. R-4430-B (1)

APPLICATION OF MOBIL EXPLORATION & PRODUCING TX & NM INC.
FOR THREE HORIZONTAL INJECTION WELLS, AN ADMINISTRATIVE
PROCEDURE FOR APPROVAL OF FUTURE HORIZONTAL INJECTION
WELLS WITHIN THE NORTH VACUUM ABO UNIT PRESSURE
MAINTENANCE PROJECT, AND QUALIFICATION OF THESE WELLS FOR
THE RECOVERED OIL TAX CREDIT PURSUANT TO THE "NEW MEXICO
OIL RECOVERY ACT," LEA COUNTY, NEW MEXICO.

AMENDED ORDER

BY THE DIVISION:

It appearing to the New Mexico Oil Conservation Division ("Division") that Order No. R-4430-B, dated August 25, 1998, does not correctly state the intended order of the Division.

IT IS THEREFORE ORDERED THAT:

(1) Finding Paragraph No. (13) on page 5 of Order No. R-4430-B is hereby amended to read in its entirety as follows:

(13) The following described area consisting of
520 acres, more or less, should be established as the EOR
Expansion Area:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM

Section 23: SW/4 NE/4, NE/4 SW/4, S/2 SW/4, and SE/4

Section 26: NW/4 NE/4, N/2 NW/4, and SW/4 NW/4

Section 27: NE/4 NE/4.

(2) Finding Paragraph No. (29) (a) on page 7 of Order No. R-4430-B is hereby amended to read in its entirety as follows:

(a) the sidetracking of the three injection wells
and the two production wells in the EOR Expansion Area
should result in a substantial increase in the amount of
crude oil ultimately recovered from the area;

(3) Ordering Paragraph No. (4) on page 9 of Order No. R-4430-B is hereby amended to read in its entirety as follows:

(4) the three injection wells shall be equipped with a pressure control device or acceptable substitute that will limit the surface injection pressure to no more than 4200 psi.

(4) Ordering Paragraph No. (7) on pages 9 and 10 of Order No. R-4430-B is hereby amended to read in its entirety as follows:

(7) The application of Mobil to qualify the following described 520 acres, more or less, ("EOR Expansion Area") within the Mobil North Vacuum Abo Pressure Maintenance Project in Lea County, New Mexico and the eight corresponding producing wells located within the EOR Expansion Area, as identified and further described in Exhibit "A" attached hereto and made a part hereof, for the recovered oil tax rate under the Enhanced Oil Recovery Act (Chapter 7, Article 29A, NMSA 1978) is hereby approved:

TOWNSHIP 17 SOUTH, RANGE 34 EAST, NMPM
Section 23: SW/4 NE/4, NE/4 SW/4, S/2 SW/4, and SE/4
Section 26: NW/4 NE/4, N/2 NW/4, and SW/4 NW/4
Section 27: NE/4 NE/4.

(5) The corrections set forth in this order shall be entered retroactively as of August 25, 1998.

DONE at Santa Fe, New Mexico, on this 27th day of June, 2000.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


LORI WROTENBERY
Director

SEAL