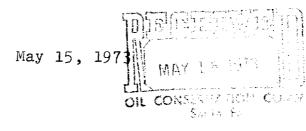
KELLAHIN AND FOX ATTORNEYS AT LAW

500 DON GASPAR AVENUE POST OFFICE BOX 1769

SANTA FE, NEW MEXICO 87501

TELEPHONE 982-4315 AREA CODE 505



June 5013

Oil Conservation Commission State of New Mexico P. O. Box 2088 Santa Fe, New Mexico 87501

ATTENTION: Mrs. Ida Rodriguez

Re: Phillips Petroleum Comapny Waterflood Project Application Vacuum Grayburg-San Andres Pool Lea County, New Mexico

Dear Mrs. Rodriguez:

Please find enclosed an original and two copies of Phillips Petroleum Company's application in the above referenced matter.

I request that the application be published so that it may be heard before the examiner's hearing to be conducted on June 20, 1973.

Very truly yours,

W. Thomas Kellahin

WTK:ks Enclosure

JASON W. KELLAHIN

W.THOMAS KELLAHIN

ROBERT E.FOX

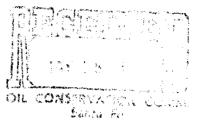
cc: Mr. Joe Peacock

LARKE MARLED

Date 6/12/13

BEFORE THE

OIL CONSERVATION COMMISSION OF NEW MEXICO



IN THE MATTER OF THE APPLICATION OF PHILLIPS PETROLEUM COMPANY FOR AUTHORITY TO INSTALL AND OPERATE A WATERFLOOD PROJECT IN THE VACUUM GRAYBURG-SAN ANDRES POOL, LEA COUNTY, NEW MEXICO.

Case 5013

APPLICATION

COMES NOW PHILLIPS PETROLEUM COMPANY and applies to the Oil Conservation Commission of New Mexico for authority to install and operate a waterflood project in the Vacuum Grayburg-San Andres Pool, Lea County, New Mexico by the conversion of two wells to water injection, and for approval of administrative precedures for expansion of said waterflood project, and in support thereof would show:

1. Applicant seeks permission to institute a waterflood project in the Vacuum Grayburg-San Andres Pool, by the injection of water into the Grayburg-San Andres formation.

2. Applicant proposes to convert to water injection its Lea Wells No. 4 (Unit I) and No. 6 (Unit 0) both in Section 29, Township 17 South, Range 34 East, N.M.P.M., Lea County, New Mexico.

3. That the wells in the project area are in an advanced stage of depletion.

4. That the proposed waterflood project will result in the recovery of otherwise unrecoverable oil, thereby preventing waste and will not impair the correlative rights of others. 5. Applicant further requests that administrative procedures be authorized whereby modification or expansion of the unit including the drilling of additional injection wells and/or producing wells, and the conversion of existing wells to injection at both orthodox and unorthodox locations may be approved without further notice and hearing.

WHEREFORE, Applicant respectfully requests this matter be set for hearing before the Commission's duly appointed examiner and that after notice and hearing as required by law, the Commission enter its order approving the application as prayed for.

> Respectfully submitted: PHILLIPS PETROLEUM COMPANY

KELLAHIN & FOX P. O. Box 1769 Santa Fe, New Mexico ATTORNEYS FOR APPLICANT