

NEW MEXICO LIVERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION 2040 South Pacheco Street Santa Fe, New Mexico 87505 (505) 827-7131



CORRECTED ADMINISTRATIVE ORDER NO. WFX-746

APPLICATION OF NORTHLAND OPERATING COMPANY TO EXPAND ITS WATERFLOOD PROJECT IN THE CAPROCK-QUEEN POOL IN CHAVES COUNTY, NEW MEXICO.

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Division Order R-1128, as amended, Northland Operating Company has made application to the Division on November 30, 1998 for permission to reinstate and expand its Drickey Queen Sand Unit Waterflood Project in the Caprock-Queen Pool in Chaves County, New Mexico.

THE DIVISION DIRECTOR FINDS THAT:

- (1) The application has been filed in due form.
- (2) Satisfactory information has been provided that all offset operators have been duly notified of the application.
- (3) No objection has been received within the waiting period as prescribed by Rule 701(B).
- (4) The proposed injection wells are eligible for conversion to injection under the terms of Rule 701.
- (5) The proposed expansion of the above referenced waterflood project will not cause waste nor impair correlative rights.
 - (6) The application should be approved.

IT IS THEREFORE ORDERED THAT:

The applicant, Northland Operating Company, be and the same is hereby authorized to inject water into the Queen formation at approximately 3052 feet (true vertical depth) through 3 1/2-inch plastic lined tubing set in a packer located as deep as possible in the vertical section of the hole (approximately 2800 feet) in the following described wells for purposes of secondary recovery to wit: