

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

**IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:**

*Case No. 10762
Order No. R-9737-A*

**APPLICATION OF MEWBOURNE OIL COMPANY FOR A WATERFLOOD PROJECT
AND QUALIFICATION FOR THE RECOVERED OIL TAX RATE, LEA COUNTY,
NEW MEXICO.**

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 8:15 a.m. on July 1, 1993, at Santa Fe, New Mexico, before Examiner Michael E. Stogner.

NOW, on this 15th day of October, 1993, the Division Director having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS THAT:

(1) Due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) At the time of the hearing this case was consolidated with Division Case No. 10761 for the purpose of testimony.

(3) By Division Order No. R-9737, issued in Case No. 10497 and dated October 1, 1992, Mewbourne Oil Company was authorized to convert its Government "K" Well No. 2, located 1950 feet from the South line and 1980 feet from the West line (Unit K) of Section 23, and its Federal "B" Well No. 11, located 660 feet from the North line and 530 feet from the East line (Unit A) of Section 27, both in Township 18 South,