

**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. 12666
ORDER NO. R-11638**

**APPLICATION OF TEXLAND PETROLEUM-HOBBS, L.L.C. FOR APPROVAL
OF A WATERFLOOD PROJECT FOR ITS HOBBS UPPER BLINEBRY POOL
COOPERATIVE WATERFLOOD AREA AND QUALIFICATION OF SAID
PROJECT FOR THE RECOVERED OIL TAX RATE PURSUANT TO THE
ENHANCED OIL RECOVERY ACT, LEA COUNTY, NEW MEXICO.**

ORDER OF THE DIVISION

BY THE DIVISION:

This case came on for hearing at 8:15 a.m. on June 14, 2001, at Santa Fe, New Mexico, before Examiner David R. Catanach.

NOW, on this 20th day of August, 2001, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner,

FINDS THAT:

(1) Due public notice has been given and the Division has jurisdiction of this case and its subject matter.

(2) The applicant, Texland Petroleum-Hobbs, L.L.C. ("Texland"), seeks authority to institute a waterflood project within its Hobbs Upper Blinebry Pool Cooperative Waterflood Area ("Project Area"), described as follows, by the injection of water into the Hobbs-Upper Blinebry Pool through fifteen initial injection wells, all as shown on Exhibit "A" attached to this order:

Township 18 South, Range 38 East, NMPM, Lea County, New Mexico

Section 28: SW/4

Section 29: SW/4, S/2 SE/4, NW/4 SE/4, SW/4 NW/4,
S/2 NW/4 NW/4

Section 30: SE/4, S/2 NE/4

Section 31: NE/4 NE/4