



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

FOR RECORD ONLY
Director
Oil Conservation Division

ADMINISTRATIVE ORDER NO. WFX-773

APPLICATION OF AMERADA HESS CORPORATION TO EXPAND ITS WATERFLOOD PROJECT IN THE EUNICE MONUMENT GRAYBURG-SAN ANDRES POOL IN LEA COUNTY, NEW MEXICO

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Division Order No. R-9596, as amended, Amerada Hess Corporation has made application to the Division on February 13, 2001, for permission to expand its North Monument Grayburg San Andres Unit Waterflood Project in the Eunice Monument Grayburg-San Andres Pool in Lea 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 North Monument Grayburg San Andres Unit Waterflood Project will not cause waste nor impair correlative rights.
- (6) The application should be approved.

IT IS THEREFORE ORDERED THAT:

The applicant, Amerada Hess Corporation, is hereby authorized to inject water into the Grayburg-San Andres formation through the gross perforated and/or open hole interval from approximately 3,719 feet to approximately 3,960 feet through 2 3/8-inch plastic-lined tubing set in