

NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

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

Wark

ADMINISTRATIVE ORDER NO. WFX-716

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, Amerada Hess Corporation has made application to the Division on June 6, 1997 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 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, be and the same is hereby authorized to inject water into the Grayburg and San Andres formations at approximately 3000 feet to approximately 3900 feet through 2 3/8-inch plastic lined tubing set in a packer located within 100 feet of the uppermost injection perforations in the wells described on Exhibit "A" attached hereto, for purposes of secondary recovery.