ADMINISTRATIVE ORDER NO. PMX-187

APPLICATION OF SOUTHWEST ROYALTIES, INC. TO EXPAND ITS PRESSURE MAINTENANCE PROJECT IN THE SCARBOROUGH YATES-SEVEN RIVERS POOL IN LEA COUNTY, NEW MEXICO

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Division Order No. R-6277, Southwest Royalties, Inc. has made application to the Division on April 10, 1997 for permission to expand its Scarborough Yates-Seven Rivers Pressure Maintenance Project in the Scarborough Yates-Seven Rivers 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 well is eligible for conversion to injection under the terms of Rule 701.
- (5) The proposed expansion of the above referenced pressure maintenance project will not cause waste nor impair correlative rights.
 - (6) The application should be approved.

IT IS THEREFORE ORDERED THAT:

The applicant, Southwest Royalties, Inc., be and the same is hereby authorized to inject water into the Seven Rivers formation at approximately 3219 feet to approximately 3245 feet through 4 1/2-inch plastic lined tubing set in a packer located at approximately 3000 feet in the following described well for purposes of pressure maintenance to wit: