

## NEW EXICO ENERGY, MI ERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON Governor Jennifer A. Salisbury Cabinet Secretary

May 8, 2001

Lori Wrotenbery Director Oil Conservation Division

Mr. Jim Pierce Suite 859 Petroleum Building 200 West First Roswell, New Mexico 88203

Re: Ready Oil & Gas Management Kenwood Well No. 3 (API No. 30-015-10095) Section 29, T-18 South, R-31 East, NMPM, Eddy County, New Mexico



Dear Mr. Pierce:

I have reviewed your recent request to re-instate injection authority for the Kenwood Well No. 3. It is our understanding that this well was originally approved as a waterflood injection well by Division Order No. R-3431 dated June 18, 1968.

Please be advised that the permitting requirements for obtaining authorization to inject are much more stringent now than they were in 1968, and that the Division believes that a thorough review of all technical data associated with disposal operations within this well is necessary.

Your request to re-instate injection authority for the Kenwood Well No. 3 is therefore **denied**.

If you wish to permit the Kenwood Well No. 3 as a disposal or injection well, please file Division Form C-108 with the Santa Fe and Artesia Offices of the Division.

If you should have any questions, please contact me at (505) 476-3466.

Sincerely.

David Catanach Engineer

Xc: OCD-Artesia Case File-3779