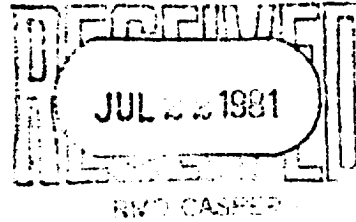




STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

BRUCE KING
GOVERNOR
LARRY KEHOE
SECRETARY

July 20, 1981



POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-2434

Energy Reserves Group, Inc.
P. O. Box 3280
Casper, Wyoming 82602

Attention: J. E. Jones or R. E. Shanamon

Re: Gallegos Canyon Unit #328
Unit N, Section 33, Township 29
North, Range 12 West, NMPM,
San Juan County, New Mexico

Gentlemen:

Based upon information and test data submitted by your letter of July 2, 1981, the maximum authorized wellhead injection pressure for the subject well is hereby increased to 1000 psi.

Please note that it remains the responsibility of the well operator to promptly report any disposal well failures or indications that injected fluid is "out-of-zone" to the supervisor of the Division's Hobbs District Office.

Yours truly,

JOE D. RAMEY
Division Director

JDR/OS/og
cc: Frank Chavez
Oil Conservation Division
1000 Rio Brazos Road
Aztec, New Mexico

RECEIVED
MAR 05 1986
OIL CON. DIV.
DIST. 3