

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Jennifer A. Salisbury

Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

May 8, 2001

Walsh Engineering & Production Corporation 7415 East Main Farmington, New Mexico 87402

Attn: Mr. Paul Thompson

RE:

Injection Pressure Increase,

Basin Disposal Inc. Disposal Well No. 1 API No. 30-045-26862

San Juan County, New Mexico



Dear Mr. Thompson:

Reference is made to your request dated April 1, 2001 on behalf of Basin Disposal, Inc. to increase the surface injection pressure on the above referenced well. This request is based on data obtained from a step rate test conducted on April 1, 2001. The results of the test have been reviewed by my staff and we feel an increase in injection pressure on this well is justified at this time.

You are therefore authorized to increase the surface injection pressure on the following well:

Well and Location	Maximum Surface Injection Pressure
Basin Disposal Inc.—Disposal Well No. 1	1600 PSIG
Located in Section 3, Township 29 North, Range 11 West, San Juan County, New Mexico.	

The Division Director may rescind this injection pressure increase if it becomes apparent that the injected water is not being confined to the injection zone or is endangering any fresh water aquifers.