



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Jennifer A. Salisbury

Cabinet Secretary

October 31, 2000

Lori Wrotenbery

Director

Oil Conservation Division

Dugan Production Corporation
P.O. Box 420
Farmington, New Mexico 87499-0420

Attention: Mr. John Alexander

Re: Step Rate Test
Stella Needs A Com No. 1E
Section 36, T-30N, R-14W
San Juan County, New Mexico



Dear Mr. Alexander:

Pursuant to your request dated October 27, 2000, you are hereby authorized to conduct a step rate injection test on the Stella Needs A Com Well No. 1E. The procedure you propose to utilize for the test appears to conform to Division guidelines.

If you should have any questions, please contact me at (505) 827-8184.

Sincerely,

David Catanach
UIC Engineer

Xc: File-SWD-595
OCD-Aztec