



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-6161

August 7, 1997

Crestridge Drilling & Production LLC
P. O. Box 1114
Midland, Texas 79702-1114

Re: MexicoF#4-D, Sec. 2, T15S, R37E

Gentlemen:

The above referenced salt water disposal well failed to meet mechanical integrity standards when tested in 1995.

The repairs have been completed in a satisfactory manner and the chart confirming the success of the repairs has been submitted.

Due to the time the well was inactive and as per instructions from Ben Stone, you have authorization to operate this well for a period of 60 days from today's date.

Ben Stone is drafting a letter outlining the requirements necessary to continue use of the well for disposal purposes after the sixty day period has expired.

Very truly yours

OIL CONSERVATION DIVISION

A handwritten signature in cursive script that reads "Chris Williams".

Chris Williams
Supervisor, District I

CW:bp

cc: Ben Stone
File