State of New Mexico **ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT** Santa Fe, New Mexico 87505





May 22, 1995

CF 10794 R-9951

Ms. Theresa Sloan Yates Petroleum Corporation 105 South 4th Street Artesia, New Mexico 88210

Attn: Ms. Theresa Sloan

RE: Injection Pressure Increase Sanmal queen Unit Waterflood Project Lea County, New Mexico

Dear Ms. Sloan:

Reference is made to your request dated April 26, 1995 to increase the surface injection pressure on two wells in the above referenced waterflood project. This request is based on a step rate tests conducted on April 21, 1995. The results of the test have been reviewed by my staff and we feel an increase in injection pressure on these wells is justified at this time.

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

Well and Location	Maximum Injection Surface Pressure					
Sanmal Queen Unit Well No.8, Unit O, Section 1	960 PSIG					
Sanmal Queen Unit Well No.10, Unit C, Section 12	980 PSIG					
Both located in Township 17 South, Range 33 East, Lea 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.

VILLAGRA BUILDING - 408 Galisteo

Forestry and Resources Conservation Division P.O. Box 1948 87504-1948 827-5830 Park and Recreation Division P.O. Box 1147 87504-1147 827-7465

2040 South Pacheco

Office of the Secretary 827-5950 Administrative Services 827-5925 Energy Conservation & Management 827-5900

Mining and Minerals 827-5970

Oil Conservation

827-7131

Sincerely,

William J. LeMay

Director

WJL/BES

cc: Oil Conservation Division - Hobbs

File: Case File No.10794; PSI-X 2nd QTR 95

MARTIN YATES, III 1912 - 1985 FRANK W. YATES 1936 - 1986



JOHN A. YATES

PEYTON MATES

EXECUTIVE VICE PRESIDENT

DENNIS G. KINSEY?

TREASURER

PRESIDENTO/VISION

105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210

TELEPHONE (505) 748-1471

April 26, 1995

New Mexico Oil Conservation Division P. O. Box 2088 Santa Fe, New Mexico 87504

ATTN: David Catanach

RE: Request for Injection Pressure Limit Increase

1 - Sanmal Queen Unit #8 0 1-17S-33E

2 - Sanmal Queen Unit #10 C 12-17S-33E

Dear Mr. Catanach:

The Sanmal Queen Unit #8 and #10 injection wells had been limited to a wellhead injection pressure of 753 psi by Order No. R-9961. According to rule 704-C, step rate tests were conducted on April 21, 1995 on both the Sanmal Queen Unit #8 and the Sanmal Queen Unit #10 injection wells. Jerry Sexton of the Hobbs NMOCD office was notified April 19, 1995 of the time and date of both tests. John West Engineering of Hobbs conducted the tests.

The data from both tests are attached along with graphs of pressure vs rate. The formation broke at 1010 psi on the Sanmal Queen Unit #8 and at 1030# on the Sanmal Queen Unit #10. Both wells had zero pressure at the surface at the beginning of the tests. These pressures are in agreement with a previous step rate test done on the Hoover ADR State #1 (now the Sanmal Queen Unit #5) in March of 1993, where the formation broke at 1010#.

Yates Petroleum respectfully requests an increase of the pressure limits on both wells to the following pressures.

1. Sanmal Queen Unit #8

960#

2. Sanmal Queen Unit #10

980#

David Catanach April 26, 1995 -2-

Should you have any questions, please call me at 748-4181.

Sincerely,

Theresa Sloan

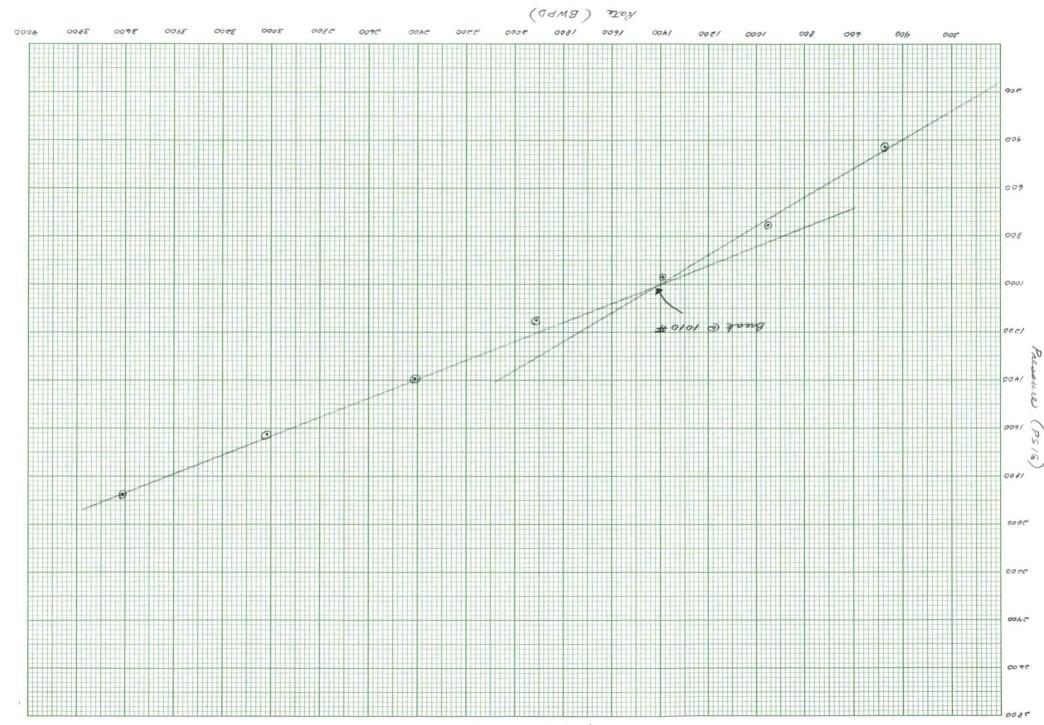
Petroleum Engineer

Theresa Sloan

TS/cvg

Enclosures

xc: NMOCD - Hobbs, NM



Land Rusen Unt #8

WEST-TEST, INC.

A SUBSIDIARY OF JOHN WEST ENGINEERING COMPANY Hobbs, New Mexico

STEP RATE INJECTION TEST

CLIENT:

YATES PETROLEUM COMPANY

DATE: APRIL 21, 1995

WELL NAME: SANMAL QUEEN UNIT NO. 8

WO#: 95-14-0590

LEA COUNTY, NEW MEXICO

PERFS = 3762-3778

PACKER DEPTH =

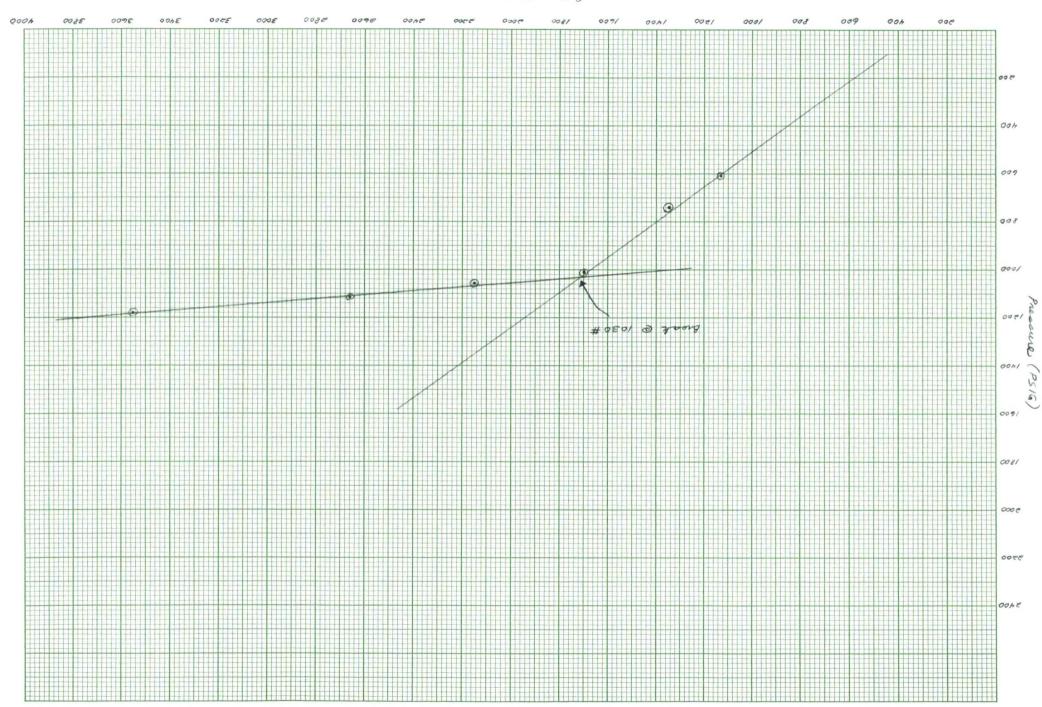
BHP GALIGE DEPTH - 9770

STEP NO. & REMARKS		(1)	(2) CUMMULATIVE VOL. INJECTED (bbls)	(3) INJECTION RATE (bbls/day)	(4) FRICTION HEAD LOSS (psi)	(5) CORRECTED TUBING PRESS. (psi) (1)-(4)	(6) INJECTION PATE (gpm) (3)/34.2857	(7) MEASURED BHP (psi)
	TIME	SURFACE TUBING PRESS.						
		(psig)						
				***************************************			\\\\\\\\\	AP-1/
	9:55	VACUUM						
	10:00	34.0	0.5	144.0	0.454	33.5	4.20	
	10:05	45.0	0.9	115.2	0.301	44.7	3.36	
1	10:10	96.0	1.3	115.2	0.301	95.7	3.36	
				124.8				
	10:15	394.0	2.9	460.8	3.907	390.1	13.44	
	10:20	411.0	4.5	460.8	3.907	407.1	13.44	
2	10:25	427.0	6.2	489.6	4.371	422.6	14.28	
				470.4				
	10:30	681.0	9.7	1008.0	16.624	664.4	29.40	
	10:35	718.0	12.8	892.8	13.281	704.7	26.04	
3	10:40	755.0	16.1	950.4	14.909	740.1	27.72	
				950.4				
	10:45	956.0	20.9	1382.4	29.820	926.2	40.32	
	10:50	952.0	25.7	1382.4	29.820	922.2	40.32	
4	10:55	968.0	30.6	1411.2	30.979	937.0	41.16	
				1392.0				
	11:00	1098.0	37.2	1900.8	53.748	1044.3	55.44	
	11:05	1131.0	43.8	1900.8	53.748	1077.3	55.44	
5	11:10	1152.0	50.5	1929.6	55.264	1096.7	56.28	
				1910.4				
	11:15	1319.0	59.0	2448.0	85.828	1233.2	71.40	
	11:20	1382.0	67.3	2390.4	82.130	1299.9	69.72	
6	11:25	1394.0	75.6	2390.4	82.130	1311.9	69.72	
				2409.6				
	11:30	1553.0	86.0	2995.2	124.657	1428.3	87.36	
	11:35	1597.0	96.5	3024.0	126.884	1470.1	88.20	
7	11:40	1624.0	107.0	3024.0	126.884	1497.1	88.20	

3014.4

		(1)	(2)	(3)	(4)	(5)	(6)	Ø
STEP NO.		SURFACE TUBING PRESS.	CUMMULATIVE VOL. INJECTED	INJECTION RATE	FRICTION HEAD LOSS	CORRECTED TUBING PRESS.	INJECTION RATE (gpm)	MEASURED BHP
REMARKS	TIME	(psig)	(bbls)	(bbls/day)	(psi)	(psi) (1)(4)	(3)/34.2857	(psi)
	11:45	1770.0	110.5	2000.0	175 100	10000		
	11:45	1779.0	119.5	3600.0	175.182	1603.8	105.00	
	11:50	1831.0	132.1	3628.8	177.783	1653.2	105.84	
8	11:55	1876.0	144.6	3600.0 3609.6	175.182	1700.8	105.00	
FALLOFF	11:56	980.0		0009.0		980.0		
	11:57	810.0				810.0		
	11:58	700.0				700.0		
	11:59	640.0				640.0		
	12:00	580.0				580.0		
	12:05	390.0				390.0		
	12:10	249.0				249.0		
		2 .5.5				243.0		
1								

Rate BWPD



Lannal Glesson Knit #10 Ales (4/21/95)

WEST-TEST, INC.

A SUBSIDIARY OF JOHN WEST ENGINEERING COMPANY Hobbs, New Mexico

STEP RATE INJECTION TEST

CLIENT: YATES PETROLEUM COMPANY

DATE: APRIL 21, 1995

WELL NAME: SANMAL QUEEN UNIT NO.10

WO#: 95-14-0591

LEA COUNTY, NEW MEXICO

PERFS = 3766-3782

PACKER DEPTH =

SURFACE BING PRESS (psig) 10.0 590.0 605.0 610.0	(bbls) 0 6.5	INJECTION RATE (bbls/day)	FRICTION HEAD LOSS (psi)	CORRECTED TUBING PRESS. (psi) (1)(4)	INJECTION PATE (gpm)	MEASURED BHP
(psig) 10.0 590.0 605.0	(bbls) 0 6.5	RATE	HEAD LOSS	TUBING PRESS.		
10.0 590.0 605.0	6.5	(bbls/day)				
590.0 605.0	6.5				(3)/34.2857	(psi)
590.0 605.0	6.5		1			
605.0				10.0		
	10-	1152.0	21.215	568.8	33.60	
610.0	10.5	1152.0	21.215	583.8	33.60	
	14.3	1094.4	19.294	590.7	31.92	
		1132.8				
719.0	18.9	1324.8	27.474	691.5	38.64	
790.0	23.8	1411.2	30.881	759.1	41.16	
740.0	28.3	1296.0	26.380	713.6	37.80	
		1344.0				
960.0	34.7	1843.2	50.613	909.4	53.76	
975.0	40.4	1641.6	40.850	934.1	47.88	
1010.0	46.0	1612.8	39.534	970.5	47.04	
		1699.2				
1025.0	53.0	2246.4	72.980	952.0	65.52	
1040.0	61.2	2131.2	66.207	973.8	62.16	
1055.0	68.4	2073.6	62.935	992.1	60.48	
		2150.4				
1080.0	77.1	2505.6	89.318	990.7	73.08	
1070.0	86.4	2678.4	101.046	969.0	78.12	
1115.0	96.1	2793.6	109.233	1005.8	81.48	
		2659.2				
1155.0	108.4	3542.4	169.493	985.5	103.32	
				1		
					. 30.02	
	1175.0		1175.0 120.8 3571.2	1175.0 120.8 3571.2 172.051 1180.0 133.1 3542.4 169.493	1175.0 120.8 3571.2 172.051 1002.9 1180.0 133.1 3542.4 169.493 1010.5	1175.0 120.8 3571.2 172.051 1002.9 104.16 1180.0 133.1 3542.4 169.493 1010.5 103.32

		(t)	(2)	(3)	(4)	(5)	(6)	Ø
STEP NO. & REMARKS	TIME	SURFACE TUBING PRESS.		INJECTION PATE	FRICTION HEAD LOSS	CORRECTED TUBING PRESS.	INJECTION RATE (gpm)	MEASURED BHP
numanko	E HOLA	(psig).	(bbls)	(bbls/day)	(psi)	(psi) (1)-(4)	(3)/34.2857	(iaq)
FALLOFF 8:51	8:51	550.0				550.0		
	8:52	280.0	-			280.0		
	8:53	190.0				190.0		
	8:54	90.0				90.0		
	8:55	40.0				40.0		
	9:00	VACUUM						