DOYLE HARTMAN

Oil Operator 500 NORTH MAIN P.O. BOX 10426 MIDLAND, TEXAS 79702

(915) 684-4011 (915) 682-7616 FAX

(915) 682-7616 I

Via Facsimile (505) 827-8177 and FedEx

November 24, 1999

Lori Wrotenbery, Director New Mexico Oil Conservation Division 2040 South Pacheco Santa Fe, NM 87505

Re: Amerada Hess' November 17, 1999 Water Injection Application North Monument Grayburg San Andres Unit

Dear Ms. Wrotenbery:

Reference is made to Amerada Hess' November 17, 1999 application to convert additional wells to water injection within the Amerada Hess-operated North Monument Grayburg San Andres Unit (NMGSAU) waterflood project (copy of application enclosed).

In order that we do not inadvertently waive any legal rights, while waiting to be assured that Amerada Hess' newly proposed injection wells will be operated in accordance with industry-accepted injection practice, please <u>initially</u> consider this letter as our objection to Amerada Hess' application.

However, please be assured that Doyle Hartman is <u>not</u> opposed to additional injection wells being added to the NMGSAU waterflood project <u>providing</u> that Amerada Hess will make a satisfactory showing that its proposed additional injection wells can be installed and operated in accordance with the following set of industry-accepted injection practices and standards:

- 1) The proposed additional NMGSAU water injection will be kept, at all times, within Amerada Hess' originally approved NMGSAU water injection interval.
- 2) The proposed new NMGSAU injection wells have been properly cemented with adequate volumes of API sulfate-resistant cement and each individual injection well cement job demonstrates satisfactory bonding and pipe characteristics using a state-of-the-art 360° bond-pipe evaluation tool such as Schlumberger's USI-GR-CCL log.

Lori Wrotenbery, Director New Mexico Oil Conservation Division November 24, 1999 Page 2

- 3) The wellhead injection pressure for the proposed injection wells will <u>always</u> be kept <u>at or below</u> the NMOCD's maximum surface injection pressure limit of 0.2 psi/ft.
- 4) The primary cement job for the proposed injection wells has not been compromised by nitro-glycerin stimulation or excessive acid treatments.
- 5) Each individual well (as well as the overall project) injection-to-withdrawal ratio is kept at 1.0 or less minimizing the likelihood that out-of-zone non-oil-recovery injection will occur.
- 6) The proposed new injection wells do not exhibit injection profiles that indicate a large volume (or percentage) of injection water is exiting the wellbore at the upper part of the injection interval.

We are respectfully requesting adherence to the foregoing conditions since we have experienced significant negative impact (on the order of several million dollars), in the Eunice-Monument-Jalmat trend, due to water injection projects that have injected substantial volumes of water out of zone, although such injection projects were to have originally been operated in accordance with NMOCD rules and regulations, which rules and regulations prohibit high-pressure water from escaping the approved injection interval and invading overlying strata.

Very truly yours,

DQYLE HARTMAN, Qil Operator

Doyle Hartman

enclosures

rcs

wp7\corresp.dh\nmocd-ameradhess-nmgsau

cc: Via Facsimile (505) 827-8177 and FedEx Michael Stogner, Chief Hearing Examiner New Mexico Oil Conservation Division 2040 South Pacheco Santa Fe, NM 87505 Lori Wrotenbery, Director New Mexico Oil Conservation Division November 24, 1999 Page 3

Via Facsimile (915) 758-6768 and FedEx

Roy L. Wheeler, Jr., Business Services Specialist II Amerada Hess Corporation P.O. Box 840 100 NW 7th Seminole, TX 79360

Via Facsimile (505) 986-0741

J.E. Gallegos, Esq. Gallegos Law Firm 460 St. Michaels Drive, Bldg. 300 Santa Fe, New Mexico 87505

James A. Davidson 214 W. Texas, Suite 710 Midland, TX 79701

DOYLE HARTMAN, Oil Operator (Dallas)

DOYLE HARTMAN, Oil Operator (Midland)

Don Mashburn Steve Hartman Sheila Potts Linda Land Cindy Brooks