

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING  
GOVERNOR

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87504  
(505) 827-5800

July 18, 1991

Sirgo Operating, Inc.  
P.O. Box 3531  
Midland, Texas 79702

Attention: Victor J. Sirgo

*RE: Injection Pressure Increase  
W. Dollarhide Queen Sand Unit  
Well No. 135  
Lea County, New Mexico*

Dear Mr. Sirgo:

Reference is made to your request dated July 8, 1991, to increase the surface injection pressure on the West Dollarhide Queen Sand Unit Well No. 135. This request is based on a step rate test conducted on the well on June 25, 1991. The results of the test have been reviewed by my staff and we feel an increase in injection pressure on the well is justified at this time.

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

WELL AND LOCATION

MAXIMUM INJECTION  
SURFACE PRESSURE

West Dollarhide Queen Sand Unit  
Well No 135  
Unit F, Section 32, T-24 South, R-38 East, NMPM  
Lea County, New Mexico

1470 PSIG

*Sirgo Operating, Inc.*

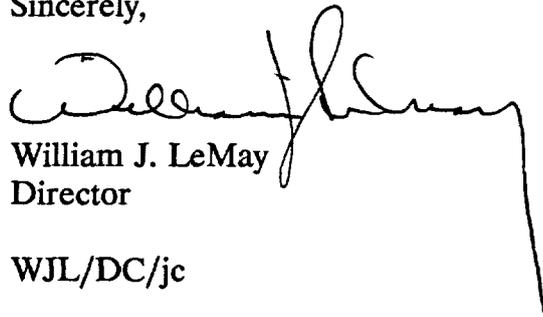
*July 18, 1991*

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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.

Sincerely,

A handwritten signature in black ink, appearing to read 'William J. LeMay', with a long vertical line extending downwards from the end of the signature.

William J. LeMay  
Director

WJL/DC/jc

cc: Oil Conservation Division - Hobbs  
File: WFX-570  
D. Catanach  
R. Brown