



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87506
(505) 827-7131

April 16, 1998

Lee Engineering
P.O. Box 10523
Midland, Texas 79702-0523

Attn: Mr. Robert Lee

Re: Request to Substitute Tubing Size - Division Order SWD-696.

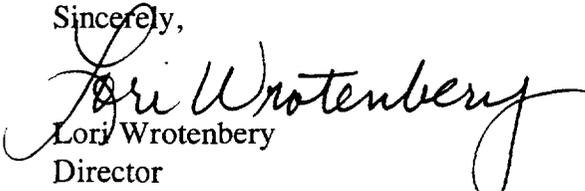
Dear Mr. Lee,

My staff has reviewed your request to substitute 2-7/8 inch tubing for the 2-3/8 inch as specified in the above referenced Division Order. Providing that all other conditions contained in the order remain the same, it appears this modification will have no adverse effects on the operation or formations adjacent to the injection interval.

You are hereby authorized to make such modification to the well completion, and the same shall be incorporated as part of Division Order SWD-696.

All other provisions and conditions of SWD-696 and Division Rules 706 and 1120 shall remain in full force and effect.

Sincerely,


Lori Wrottenberg
Director

LW/BES

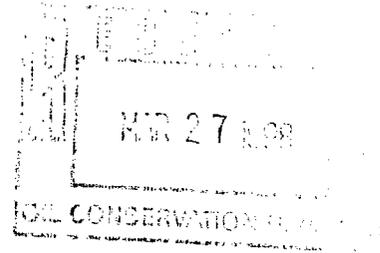
cc: Oil Conservation Division - Hobbs
SWD-696 /

March 24, 1998

New Mexico Oil Conservation Division
2040 Pacheco Street
Santa Fe, New Mexico 87505

ATTN: Mr. Ben Stone

RE: Injection Permit # 696
Nadel & Gussman Permian, LLC
State HH #12
Section 36, T-19-S, R-32-E
Lea County, New Mexico



Dear Mr. Stone:

On behalf of Nadel & Gussman Permian, LLC, I recently submitted a C-108 to convert the State HH #12 to a saltwater injection well. Approval of the C-108 was granted and Permit #696 was issued.

In the original C-108 the injection tubing was to be 2 3/8" plastic coated tubing. We would now prefer using 2 7/8" cement or plastic lined tubing. The reasons for this requested change are:

1. The larger tubing will have less friction and result future power cost savings.
2. Nadel & Gussman currently have some 2 7/8" tubing in stock.
3. Larger tubing will allow greater daily rates to be injected if the injection horizon will accommodate the volumes.

I would appreciate your review of this proposed change. If you need any additional data please call.

Sincerely,

Robert Lee, P. E. #11341

SWD 670



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

1/23/98

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

GOVERNOR

OIL CONSERVATION DIVISION
P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

RE: Proposed:
MC _____
DHC _____
NSL _____
NSP _____
SWD X _____
WFX _____
PMX _____

Gentlemen:

I have examined the application for the:

Nadel & Gussman Permian State H # 12-H-36-19-32
Operator Lease & Well No. Unit S-T-R

and my recommendations are as follows:

None

Yours very truly,

Chris Williams
Chris Williams
Supervisor, District 1

/ed