

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor Joanna Prukop Cabinet Secretary

> Pogo Producing Company 300 North Marienfeld Suite 600, PO Box 10340 Midland, Texas 79702-7340

Attn: Mr. Barrett L. Smith

February 11, 2003



Lori Wrotenbery Director Oil Conservation Division

Injection Pressure Increase Re:

Cedar Canyon 28 Federal Well No. 4 SWD

SWD-679 API: 30-015-29118 Eddy County, New Mexico

Dear Mr. Smith:

Reference is made to your request dated January 24, 2003 (received in this office February 7, 2003), to increase the surface injection pressure on the above referenced SWD well. This request is based on a step rate test conducted on the well on January 21, 2003. After reviewing test results, we feel an increase in injection pressure is justified at this time.

This well is equipped with 2 7/8" coated tubing, injection packer, and top perforation at approximately 2950 feet - perforations in the Bell Canyon, and Upper and Middle Cherry Canyon. With size and type of tubing remaining the same, you are authorized to increase the surface injection pressure to the following:

| Well and Location | Maximum Surface Injection Pressure |
|---|---------------------------------------|
| Cedar Canyon 28 Federal Well No. 4 SWD | 900 PSIG Water |
| 1980 FSL, 1980 FWL, Sec 28, T24S, R29E, NMPM, Eddy County | |

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.

For Wrotenbery (VST)

cc:

Oil Conservation Division – Arto Bureau of Land Management - Carlsbad

Files: SWD-679; IPI 2003