Jones, William V., EMNRD

From:Jones, William V., EMNRDSent:Tuesday, May 01, 2012 9:44 AMTo:'Yolanda Perez'Cc:Dade, Randy, EMNRD; Inge, Richard, EMNRD; Dawson, Scott; Warnell, Terry G, EMNRDSubject:SWD-1131 Quantum Resources Management, LLC - Rebuttal of Loss of Injection Authority

Good Morning Yolanda,

I walked over and talked with Sonny Swazo our attorney and he looked up the records. As requested, Quantum has filed the disposal volume numbers for months past and those records are in our system.

The SWD-1131 has not expired and is in effect for disposal into the Guajalote State Well No. 2 (API No. 30-015-24930) located 660 feet from the South line and 1980 feet from the East line of Section 5, Township 19 South, Range 29 East, NMPM, Eddy County, New Mexico.

As stated in that permit, until the Continental well located within the AOR is repaired, the permit is not eligible for amendments or the well for pressure increases.

If Quantum prefers a legal letter, please let us know - Sonny was OK with me sending you an email.

I will scan this email into the permit file.

Hope all is well in the oil patch.

Will Jones New Mexico Oil Conservation Division Images Contacts

From: Yolanda Perez [mailto:yperez@qracq.com]
Sent: Tuesday, May 01, 2012 7:33 AM
To: Jones, William V., EMNRD
Subject: RE: Quantum Resources Management, LLC - Loss of Injection Authority

Good morning, Will!

Just wondering what the conclusion was on this well after your discussion with the attorneys?

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