STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION



GARREY CARRUTHERS GOVERNOR

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-5800

PDEV 00 20900285

August 11, 1987

Yates Petroleum Corporation 105 South Fourth Street Artesia, NM 88210

Attention: Eddie Mahfood

RE: Injection Pressure Increase State "CO" Well No. 1 Eddy County, New Mexico

Dear Sir:

Reference is made to your request dated July 29, 1987, to increase the surface injection pressure on your State "CO" SWD Well No. 1. This request is based on a step rate test conducted on the well on July 9, 1987. The results of the test have been reviewed by my staff and we feel an increase in injection pressure on this well is justified at this time.

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

WELL & LOCATION

MAXIMUM INJECTION SURFACE PRESSURE

2825 PSIG

State "CO" Well No. 1 Unit K, Section 36, Township 19 South, Range 24 East, NMPM Eddy County, New Mexico The Division Director may rescind this injection pressure increase it is becomes apparent that the injected water is not being confined to the injection zone or is endangering any fresh water aquifers.

Sincerely, William J. LeMay

WJL/DRC/ag

cc: OCD-Artesia /D. Catanach D. McDonald File - SWD-285