

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON Governor Joanna Prukop Cabinet Secretary IPI-217

Lori Wrotenbery Director Oil Conservation Division

December 7, 2003

Hudson and Hudson 616 Texas St Fort Worth, Texas 76102-4612

Attn: Randal Hudson

Re: Injection Pressure Increase Puckett Federal "A" Well No. 8 API: 30-015-05384 WFX-761 R-2239 Case No. 2536 1,980 FSL, 660 FWL, Sec 24, T17S, R31E, NMPM Eddy County, New Mexico

Dear Mr. Hudson:

The New Mexico Oil Conservation Division received your Step Rate Test report in July 2003, without any cover letter with address, names, or explanation. The Division assumes this test was run in order to increase the allowable surface injection pressure on this disposal well. After reviewing test results, we feel an increase in injection pressure is justified at this time.

With size and type of tubing remaining 2 3/8 inch, you are authorized to increase the surface injection pressure to a maximum of 1,050 psi.

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,

Lori Wrotenbery Director

cc:

Oil Conservation Division – Artesia Files: WFX-761; Case No. 2536; UIC