

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON Governor Joan Control Phillips Cabinet Secretary PO Box 2197

> Houston, Texas 77252 Attn: Yolanda Perez

IPI-222 February 6, 2004

Lori Wrotenbery Director Oil Conservation Division

Re: Injection Pressure Increase Jicarilla 30 Well No. 5 API: 30-039-20460 SWD-807 Sec 32, T25N, R04W, NMPM Rio Arriba County, New Mexico

Dear Ms. Perez:

The New Mexico Oil Conservation Division received your written request on February 6, 2004, to increase the allowable surface injection pressure on this disposal well. This request is based on a step rate test conducted on this well on November 8, 2003. Being on sovereign, Native American lands and under the authority of the federal UIC program, this underground water injection well is permitted for protection of fresh water directly by Region 6 EPA. It is also permitted by the Division for water injection under the rules and regulations of the State of New Mexico for prevention of water injection out of zone.

On July 23, 2001, Division administrative order SWD-807 permitted this well for injection into the Cliff House, Menefee, and Point Lookout members of the Mesaverde formation from 4,672 to 5,326 feet through 2-3/8 inch tubing. The currently approved surface injection pressure for this well is 934 psi.

The step rate test bottom hole pressure chart data indicate to the Division a surface parting pressure of approximately 1,350-psi. As a result, you are hereby authorized to increase the maximum surface injection pressure to 1,300-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.

Sincerely. Lori Wrotenbery Director

cc: Oil Conservation Division – Aztec Bureau of Land Management – Albuquerque EPA Region 6 – Dallas (Bill Hurlbut) Files: SWD-807; UIC