

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



BRUCE KING
GOVERNOR

July 18, 1991

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87504
(505) 827-5800

Sirgo Operating, Inc.
P.O. Box 3531
Midland, Texas 79702

Attention: Victor J. Sirgo

*RE: Injection Pressure Increase
W. Dollarhide Queen Sand Unit
Well No. 135
Lea County, New Mexico*

Dear Mr. Sirgo:

Reference is made to your request dated July 8, 1991, to increase the surface injection pressure on the West Dollarhide Queen Sand Unit Well No. 135. This request is based on a step rate test conducted on the well on June 25, 1991. The results of the test have been reviewed by my staff and we feel an increase in injection pressure on the well is justified at this time.

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

WELL AND LOCATION

MAXIMUM INJECTION
SURFACE PRESSURE

West Dollarhide Queen Sand Unit
Well No 135
Unit F, Section 32, T-24 South, R-38 East, NMPM
Lea County, New Mexico

1470 PSIG

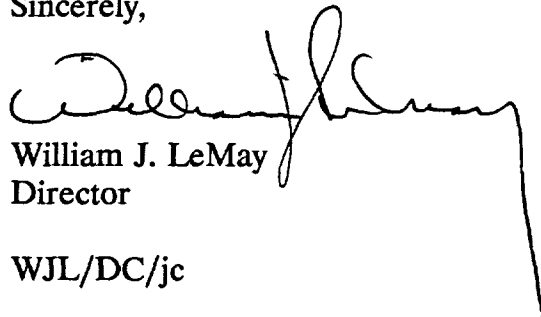
Sirgo Operating, Inc.

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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,

A handwritten signature in dark ink, appearing to read 'William J. LeMay', with a long, sweeping horizontal stroke extending to the right.

William J. LeMay
Director

WJL/DC/jc

cc: Oil Conservation Division - Hobbs
File: WFX-570
D. Catanach
R. Brown