

CF 9826

STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION



August 27, 1991

BRUCE KING  
GOVERNOR

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

Sage Energy Company  
P.O. Drawer 3068  
Midland, Texas 79702

Attention: Jay H. Hardy

RE: *Injection Pressure Increase  
W. Tres Papalotes Penn Unit  
Well No. 2  
Lea County, New Mexico*

Dear Sir:

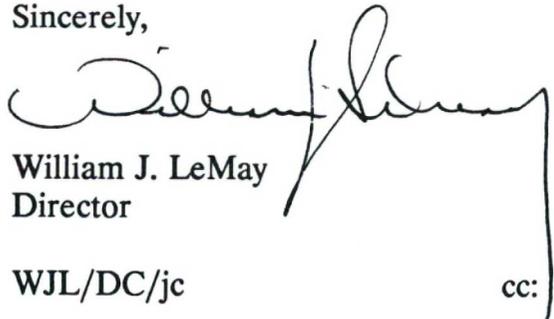
Reference is made to your request date July 8, 1991, to increase the surface injection pressure on the W. Tres Papalotes Penn Unit Well No. 2. This request is based on a step rate test conducted on the well on July 3, 1991. The results of the test have been reviewed by my staff and we feel an increase 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.

<u>WELL AND LOCATION</u>	<u>MAXIMUM INJECTION SURFACE PRESSURE</u>
W. Tres Papalotes Penn Unit Well No. 2 Unit E, Section 29, T-14 South, R-34 East, NMPM Lea County, New Mexico	3350 PSIG

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,



William J. LeMay  
Director

WJL/DC/jc

cc: Oil Conservation Division - Hobbs  
File: Case No. 9826  
D. Catanach ✓  
R. Brown