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some pressure injection profiles to see how this lower zone will take disposal water and if it is satisfactory, we will set a formation packer above this zone at 3750 feet and inject disposal water into this section.

We hope these plans and procedures meet with the New Meixco Cil Conservation Commission's approal and we are sending a copy of this proposal to Yates Petroleum Corporation in Artesia, New Mexico to keep them informed.

Yours very truly,

THE PERMIAN CORPORATION

George E. Eng

GEElm

cc: Yates Petroleum Corporation 207 S.4th Street Artesia, New Mexico 88201