



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
BETTY RIVERA
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

September 14, 2002

Nance Petroleum Corporation
550 N 31st Street, Suite 500
Billings, Montana 59101

Attn: Mr. Thackeray

RE: Injection Pressure Increase
Parkway Delaware Unit Well No. 601
(API No. 30-015-26433)
Eddy County, New Mexico



Dear Mr. Thackeray:

Reference is made to your request received in our office on September 3, 2002, to increase the surface injection pressure on the above referenced well. This request is based on a step rate test conducted on the well. We have reviewed the test results and feel an increase in injection pressure on this well is justified at this time.

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

<i>Well and Location</i>	<i>Maximum Surface Injection Pressure</i>
Parkway Delaware Unit Well No. 601	1225 PSIG
Located in Lot 2 of Section 2, Township 20 South, Range 29 East, Eddy County, New Mexico.	

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

LW/wvjj

cc: Oil Conservation Division - Artesia
Files: R-9822; PSI-X-2002