



**NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT**

OIL CONSERVATION DIVISION
2040 South Pacheco Street
Santa Fe, New Mexico 87505
(505) 827-7131

November 18, 1999

Read & Stevens, Inc.
P.O. Box 1518
Roswell, New Mexico 88202

Attn: Mr. John C. Maxey, Jr.

RE: Injection Pressure Increase, - 124
Nix Federal SWD Well No. 5
API No. 30-015-29196
Eddy County, New Mexico

Dear Mr. Maxey:

Reference is made to your request dated November 16, 1999 to increase the surface injection pressure on the above referenced well. This request is based on data obtained from a step rate test conducted on September 10, 1999. The results of the test have been reviewed by my staff and we 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 Injection Pressure</i>
Nix Federal SWD Well No. 5	900 PSIG
Located in Section 27, Township 21 South, Range 28 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/MWA/kv

cc: Oil Conservation Division - Artesia
Files: SWD-752, IPI 4th QTR 2000