

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON Governor Betty Rivera Cabinet Secretary

June 7, 2002

Lori Wrotenbery Director Oil Conservation Division

Vista Services PO Box 758 Eunice, New Mexico 88231

Attn: Mr. Mike Pilcher

RE: Injection Pressure Increase, Royalty Holdings No. 4 (API No. 30-025-22943) Lea County, New Mexico

Reference is made to your request received in this office on May 28, 2002, to increase the surface injection pressure on the above-referenced well. This request is based on a step rate test conducted on April 30, 2002. After reviewing this test, 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:

	Maximum Surjace Injection Pressure
Royalty Holdings No. 4	1620 PSIG
Located in Unit A, Section 25, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.	

This maximum surface injection pressure limit is valid only through the existing 2 7/8 inch plastic coated injection tubing.

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, fon Wrotons Lori Wrotenber

Lori Wrotenbe Director

cc: Oil Conservation Division - Hobbs Files: SWD-818, IPI-2002