

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Jennifer A. Salisbury

Cabinet Secretary

September 12, 2001

Lori Wrotenbery
Director
Oil Conservation Division

Chevron U.S.A. Production Company P. O. Box 1150 Midland, Texas 79702

Attention: Mr. Joseph Payne

Re: Eunice Monument South Unit No. 271

API No. 30-025-04612

660' FNL & 1980' FEL (Unit B)

Section 11, T-21 South, R-36 East, NMPM

Lea County, New Mexico

Dear Mr. Payne:

Reference is made to your letter dated August 28, 2001, in which you requested that the EMSU No. 271 be re-instated as an injection well within the Eunice Monument South Unit Waterflood Project. It is our understanding that the well was originally permitted for injection by Division Order No. R-7766, and that the well was utilized during a portion of 1997-98, as a producing well.

The EMSU No. 271 is hereby re-instated as an injection well within the above-described waterflood project, provided however that the well shall be tested for mechanical integrity prior to resuming injection operations.

Please contact the Hobbs District Office of the Division to advise them of the date and time the mechanical integrity test will be performed on the well in order that the test may be witnessed.

Sincerely,

David Catanach

Engineer

Xc: OCD-He

OCD-Hobbs, Attn; Karen Sharpe, Sylvia Dickey

Case File-8398 /

August 28, 2001



Chevron U.S.A. Production Company P.O. Box 1150 Midland, TX 79702

David Catanach Oil Conservation Division 1220 South Saint Francis Dr. Santa Fe, NM 87535

Dear Mr. Catanach,

Chevron U.S.A. Production Company requests that the Eunice Monument South Unit #271 be re-instated as an injection well. The well was originally an injector, but was converted to a producer on March 3, 1997. The EMSU 271 had minimal to no production, and it was determined that the well would be converted back to an injector. The work was completed and the well had been injecting since 2/16/98.

Currently the Eunice Monument South Unit #271 is shut in, but will began injecting once approval has been granted.

Thank you for your assistance,

Soseph Payne

Production Engineer

Chevron U.S.A. Production Company

15 Smith Rd.

Midland, Texas. 79705

30-025-04612 13-11-218-368 660 FM - 1940 FEL 12-7766 (APR 2398

