STATE OF NEW MEXICO



ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

GARREY CARRUTHERS

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87504 (505) 827-5800

June 21, 1989

Siete Oil & Gas Corporation P.O. Box 2523 Roswell, NM 88202

Attention: Attention: Robert Lee

RE: Injection Pressure Increase

Blackhawk Well No. 3

Blackhawk Federal Waterflood

Project

Eddy County, New Mexico

Dear Mr. Lee:

Reference is made to your request dated June 12, 1989, to increase the surface injection pressure on the Blackhawk Well No. 3. This request is based on a step rate test conducted on the well on June 9, 1989. The results of the test has been reviewed by my staff and we feel an increase in injection pressure on the well is justified at this time.

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

WELL AND LOCATION

MAXIMUM INJECTION SURFACE PRESSURE

Blackhawk Federal Well No. 3 Unit L, Section 24, T-18 South, R-31 East, NMPM, Eddy County, New Mexico. 1150 PSIG

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,

William J. LeMay Director

cc: OCD - Artesia

File: Case 9368

T. Gallegos
D. Catanach