



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop
Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

November 26, 2003

Barbara Watson
Permian Resources, Inc.
PO Box 590
Midland, Texas 79702-0590

30-015-25346

RECEIVED

DEC - 5 2003

OCD-ARTESIA

Re: Administrative Application for SWD: Government D Well No. 10
Section 12, T21S, R27E, NMPM, Eddy County, New Mexico

Dear Ms. Watson:

The division received your application November 20, 2003 and reviewed it for completion. After the first review, the following information is needed to complete your order.

Please provide notice to Mewbourne Oil Co and to J.M. Huber Corporation of your intent to convert this well to injection. Alternately, provide evidence that these two companies do not have operations within ½ mile of your proposed SWD well.

Please note that permitted surface injection pressure with water will be limited to 0.2 psi/foot to the top perforation or in this case, 581 psi.

As stated in Rule 701.C.2, we must wait 15 days after receiving your properly completed Salt Water Disposal application in this office – with proper proof of notifications including the newspaper notice - before it can be approved.

If I can be of further assistance, please call (505) 476-3448.

Sincerely,

William V Jones Jr. PE

cc: Oil Conservation Division-Artesia