

New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

John H. Bemis
Cabinet Secretary-Designate

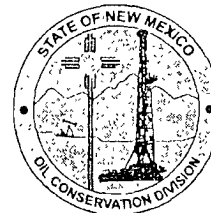
Brett F. Woods, Ph.D.
Deputy Cabinet Secretary

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DEC 01 2011

HOBBSUCD

Jami Bailey
Director
Oil Conservation Division



Oxy Permian, Ltd.
Attn: Mr. Joshua Leatherwood
P.O. Box 50250
Midland, TX 79710-0250

November 30, 2011

Re: WARREN MCKEE UNIT Well No. 1(API No. 30-025-07743)

2310 feet from the North line and 2331 feet from the West line
Unit F, Section 7, T20S, R38E, NMPM, Lea County
Permitted SWD-San Andres POOL (96121)

You have submitted a request on behalf of Oxy for clarification of the allowable packer setting depth.

Your sundry requests a new packer setting depth of 4085 feet while the existing permit states the allowable packer setting depth is "approximately 4100 feet". Your sundry also states the well's permitted injection interval is currently 4200'-4550'.

Records indicate the top of the San Andres unitized interval is approximately 4164 feet. The requested packer seat is within the unitized interval.

The well shall pass a mechanical integrity test ("MIT") prior to commencing disposal and prior to resuming disposal each time the disposal packer is unseated. All MIT testing procedures and schedules shall follow the requirements in Division Rule 19.15.26.11A. NMAC.

Your new packer seat at **4085** feet is hereby **approved**.

Sincerely,

A handwritten signature in cursive script, appearing to read "Jami Bailey".

Jami Bailey
Director

JB/tw
cc: Oil Conservation Division - Hobbs
File. API No 30-025-07743 and SWD-31

