Oil and Gas Production

Lease Operations and Engineering

Cable-tool Rigs

November 23, 1983

State of New Mexico Energy & Minerals Department Oil Conservation Department P.O. Box 2088 Santa Fe, New Mexico 87501

Attention: R.L. Stamets

Re: State DB #8

Chaveroo Field

Roosevelt County, New Mexico

Gentlemen:

Enclosed is Application for Authorization to Inject for purpose of Secondary Recovery on our State DB #8 well located 660' FSL and 1980 FWL Sec. 25-7S-33E, Roosevelt County, New Mexico.

We propose to inject a maximum of 250 barrels of salt water per day at a pressure not to exceed 1000 psi. Injected water will be San Andres produced water from Braden-Deem, Inc. properties in the area.

We have sent a copy of this application to the following agencies and offset operators in the area. Enclosed are receipts for registered mail.

Doy C. Deem

DCD/ssd

Enclosure