

## NEW MEXICO ENERGY, MINERALS & NATURAL RESOURCES DEPARTMENT

L CONSERVATION DIVISION DISTRICT I HOBBS 1625 N. French Dr., Hobbs, NM 88241 (505) 393-6161 FAX (505) 393-0720

Jennifer A. Salisbury CABINET SECRETARY

May 17, 2000

Shahara Oil Corp. 207 W. Mckay Carlsbad, NM 88220

Attn: Wade White

Re: SHAHARA STATE UNIT #7 UNIT N-S16-T17S-R33E

Mr. White:

An Oil Conservation Division Representative witnessed a pressure test on May 12, 2000, on the above referenced well.

Although the test was successful and approved, the OCD requests the following be in order, for all future testing.

- 1. Calibration date on meter equipment is ready and available for OCD Representative.
- 2. Meter is equipped with a 1000# spring.
- 3. All equipment is fully operational.
- 4. All company personnel are knowledgeable of state test procedures and requirements.

In addition, according to the R-11058-A, the approved injection pressure on the above well is 820 psi. If an increase in pressure is required, please submit the appropriate paperwork to the Santa Fe OCD office with your request.

If you have any questions, please contact Billy Prichard at 393-6161 ext. 107, or Sylvia Dickey at 393-6161 ext. 112.

Sincerely,

Vellams

CHRIS WILLIAMS District I Supervisor

/sad	
cc:	Billy Prichard