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STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

BRUCE KING GOVERNOR March 20, 1992

POST OFFICE BOX 1980 HOBBS, NEW MEXICO 88241-1980 (505) 393-6161

Amerada Hess Corporation P.O. Drawer D Monument, NM 88265

Attn: Mr. Robert L. Williams, Jr.

RE: North Monument G/SA Unit Waterflood

Authorized Injection Wells - R-9596

Gentlemen:

Division order R-9596 authorized certain wells as injection wells in the above-referenced waterflood project. A review of the files of approved injection wells indicates that you did not acquire some wells that were authorized as injection wells.

You took Conoco State A-17 #7-M (330/S & W) instead of approved Conoco State A-17 #1-M (660/S & W) of Section 17, T19S, R37E.

You took Shell State D #3-I (2307/S & 990/E) instead of approved Shell State D #2-I (1980/S & 660/E) Sec. 19, T19S, R37E.

You took Amerada State F #6-M (990/S & 610/W) instead of approved State F #1-M (660/S & W Sec. 36, T19S, R36E.

Also, the Amerada V. Laughlin #2-C 660/N & 1980/W Sec. 9, T20S, R37E, was approved for injection but was not taken into the unit. Please advise status of plans for this well.

If you plan to substitute these alternate wells for injection wells you will need to request approval to do so by letter to David Catanach. If the area of review for any of these wells includes acreage outside the unit boundary you will need to notify the offset operator. Any questions you have concerning the approval of the substitution of these wells as injection wells should be directed to David Catanach in our Santa Fe office at (505) 827-5807.

DRUG FRE

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton

Supervisor, District I

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cc: David Catanach