

## NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON Governor BETTY RIVERA Cabinet Secretary

July 25, 2002

Lori Wrotenbery Director Oil Conservation Division

Sylvio

ChevronTexaco 15 Smith Road Midland, Texas 79705

Attn: Mr. Kevin Hickey

RE: Injection Pressure Increase, Eunice Monument South Unit Waterflood Project Lea County, New Mexico

Dear Mr. Hickey:

Reference is made to your request dated June 25, 2002, to increase the surface injection pressure on eleven wells within the above-referenced water flood project. This request is based on step rate tests conducted on the subject wells during October 2000, and held in suspense pending outcome of Division Case 12320. This case has been dismissed, test results have been reviewed, and we feel an increase in injection pressure on these wells is justified at this time.

Current tubing sizes remaining the same, you are therefore authorized to increase the surface injection pressure on the wells shown on Exhibit "A". The Division Director may rescind this injection pressure increase if it becomes apparent that the injected fluid is not being confined to the injection zone or is endangering any fresh water aquifers.

Sincerely,

oritetholonley (WVJ)

Lori Wrotenbery, Director

LW/WVJ

cc: Oil Conservation Division - Hobbs ' Files: R-7766; IPI-2002 Attachment