



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE
1000 RIO BRAZOS ROAD
AZTEC NM 87410
(505) 334-6178 FAX: (505) 334-6170
<http://emnr.state.nm.us/ocd/DistrictIII/3district.htm>

GARY E. JOHNSON
Governor

Jennifer A. Salisbury
Cabinet Secretary

December 30, 1999

Ms. Kay S. Eckstein
Greystone Energy, Inc
5802 Hwy 64
Farmington NM 87401

Re: Tribal C4 P 06-26N-03W, API 30-39-06668

Dear Ms. Kay S Eckstein:

The above well is in violation of Rule 112, A.F. c "...Results of such tests shall be filed with the Division within fifteen (15) days after the completion of tests; provided, however, that in the event a segregation test or packer leakage test indicates that there is communication between the separate strata, the operator, shall immediately notify the Division and commence remedial action on the well."

The 1999 Packer Leakage Test on the referenced well indicates communication between the producible zones. This requires immediate notification to the Division. The test was completed on August 29, and was not filed with this office until December 21. In order to comply with Rule #112A, you are hereby directed to initiate remedial activity and retest the well to show separation of the zones prior to February 1, 2000. Notify the Aztec OCD in time to witness the retest.

Feel free to call me at 334-6178, ext. 16, if I can be of any help.

Sincerely,

Charlie T. Perrin

Charlie T. Perrin
Deputy O&G Inspector

CP/mk

CC: CTP
Well File