

STATE OF NEW MEXICO



ENERGY, MINERALS and NATURAL RESOURCES DIVISION

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

BRUCE KING GOVERNOR ANITA LOCKWOOD CABINET SECRETARY

1000 RIO BRAZOS ROAD AZTIEC, NEW MEXICO 87410 (500) 334-6178

June 28, 1993

Mr. Keith Swainson Meridian Oil Inc PO Box 4289 Farmington NM 87499

RE: Southland Royalty Co, Frontier E #1, O-04-27N-11W

Dear Keith:

Enclosed please find a copy of the 1993 Packer Leakage Test on the referenced well which indicates that the well was not tested. All multiple completions with Packers are required to be tested regardless of status. Disconnected wells may be tested by flowing the higher pressured zone to the atmosphere for as long as it takes to reduce the pressure enough to tell if the zones have communication. The 1992 test indicated the well had a packer leak, so I think we can assume it still does.

In order to comply with Rule 112A, you are hereby directed to initiate immediate remedial activity.

Yours truly,

Charles Gholson
Deputy Oil & Gas Inspector

CG/sh

xc: Well File