

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

GARREY CARRUTHERS
GOVERNOR

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (505) 334-6178

September 12, 1988

Ms. Brenda Flaherty Meridian Oil Company P.O. Box 4289 Farmington, NM 87499

Re: Southland Royalty Co., Sarah Hedges #2

A-23-31N-12W

Dear Brenda:

The annual packer test on the referenced well was inconclusive in proving zone separation.

Please reschedule and retest the well in such a manner as to prove zone separation. Shut in both zones for a minimum of three days. Blow the higher pressured zone to the atmosphere for as long as it takes to get a significant pressure drop.

Please notify this office at least 24 hours prior to test, so we may provide a witness.

Yours truly,

Charles Gholson

CG/mm

xc: well file