

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

November 21, 2000

Mr. Jim Kennedy Phillips Petroleum Co 5525 Hwy 64 NBU 3004 Farmington NM 87499

RE: San Juan 32-8 Unit 49, A 15-32N-08W, API 30-045-25394

Mr. Jim Kennedy:

The 2000 Packer Leakage Test on the referenced well indicates there is communication between the producible zones. 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 January 15, 2001.

Please notify the Aztec OCD in time to witness the retest.

If you have any questions, please call me at 505-334-6178, ext. 16.

Sincerely,

Charlie T Perrin

Deputy Oil & Gas Inspector

cperrin@state.nm.us

Charlie T. Lerrin

CTP/mk

CC: Well file

CP