



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://emnrd.state.nm.us/ocd/DistrictIII/3ddistrict.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: Freeman 1R, A-11-31N-13W, API 30-045-26113

Dear Ms. 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 June 2, and was not filed with this office until December 23. 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  
Deputy O&G Inspector

CTP/mk

CC: CTP  
Well File