



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**GARY E. JOHNSON**  
Governor  
**Betty Rivera**  
Cabinet Secretary

**Lori Wrotenbery**  
Director  
Oil Conservation Division

March 14, 2002

Mr. Michael H. Felderwert  
Holland & Hart LLP  
Box 2208  
Santa Fe, NM 87504-2208

**Re: Case No. 12811**  
**Jalapeno Corporation**  
**Louise Yates State Well No. 1**

Dear Mike:

This will confirm our telephone conversation regarding the referenced well.

I advised you of the position of our District office to the effect that the terms of Administrative Order SWD-830 would have to be fully complied with, and the well placed in condition for the commencement of injection, prior to March 22 to be regarded in compliance for purposes of the relief sought by the Division in the captioned application. Otherwise, the well would have to be approved for temporary abandonment, which would require a preliminary test of casing integrity.

You are, of course, free to seek a dispensation from this requirement through the hearing process at the hearing next Friday.

Should you have any questions, please call me at (505)-476-3450.

Very truly yours,

David K. Brooks  
Assistant General Counsel

cc: Tim Gum, OCD Artesia