



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Betty Rivera

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

6/24/2002

Hillside Oil & Gas LLC

PO Box 8911

Midland, TX 79708

Dear Operator:

A review of records in this office have indicated that an Administrative Order (SWD-824) was issued on the **Fax #1 (30-015-24426)** on January 22, 2002.

A mechanical integrity test must be performed on the well **prior** to injection. This test consists of pressure testing the tubing annulus to 300 lbs for 15 minutes with **no** pressure drop or 30 minutes with less than 10% pressure loss or gain. This test must be charted and the chart sent to the District II office for inclusion in the well file.

Please notify this office at least 24 hours prior to the test so that we may witness.

The injection authority granted in the above order shall terminate on January 22, 2003 if injection operations have not commenced.

Respectfully,

Gerry Guye

Compliance Officer

District II - Artesia