

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
ARTESIA DISTRICT OFFICE

GARY E. JOHNSON
GOVERNOR

JENNIFER SALISBURY
CABINET SECRETARY

October 22, 1997

Jerry Huckaby
Altura Energy Ltd
P.O. Box 1348
Artesia, NM 88210

Re: Packer Leakage Test, Teledyne 18 #1, J-18-23-29

Jerry,

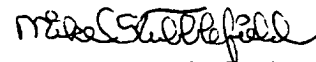
This letter is in reference to the annual packer leakage test recently submitted on the above mentioned well.

According to our interpretation of the test chart, a leak is indicated. The leak needs to be repaired with the next thirty (30) days.

Please file notice of your intentions as soon as possible and notify this office 24 hours prior to time the work is scheduled to begin, in order that it may be witnessed by the OCD.

If you have any questions please feel free to call me at this office, 748-1283.

Sincerely,



Mike Stubblefield
Oil & Gas Inspector