STATE OF NEW MEXICO

ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (505) 334-6178

January 7, 1991

Mr. Gary Hudgins Southern Union Exploration Co. 324 Hwy. U.S. 64 Farmington, NM 87401

RE: Jicarilla K #14, 0-11-25N-05W

Dear Gary:

The 1990 Packer Leakage Test on the referenced well indicates communication between the producible zones. In order to comply with Rule #112A and the order authorizing the multiple completion, you are hereby directed to initiate immediate remedial activity.

Yours truly,

Charles Gholson

Deputy Oil & Gas Inspector

NMOCD District III

CG:sh

xc: Well File