



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Jennifer A. Salisbury

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

December 6, 2001

Shirley Ebert
Conoco Inc.
3315 Bloomfield Hwy
Farmington NM 87499

RE: Apache 2, L-18-26N-03W, API 30-039-20185

Dear Shirley:

The 2000 Packer Leakage Test on the referenced well indicated there was communication between the producible zones. The letter to you dated January 10, 2001 directed you to initiate remedial activity. The Packer Leakage Test conducted 10-11-2001 indicates communication between the producible zones continues to exist.

Review Rule 112-A.2.b

...."Test results shall be filed with the Division within 20 days of test completion. In the event a segregation and/or packer leakage test indicates communication between separate pools, the operator shall immediately notify the Division and commence corrective action on the well."

The communication between zones could be due to a hole in the casing or at the well-head.

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 15, 2001.

If you have any questions, please call me at 505-334-6178, ext. 16.

Sincerely,

Charlie T Perrin
Deputy Oil & Gas Inspector
cperrin@state.nm.us

CTP/mk

xc: CTP File
Well File