

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

Dolores Silseth Burlington Res. O&G Co. PO Box 4289 Farmington NM 87499

Re: San Juan 27-4 Unit # 124, K-08-27N-04W, API 30-039-21031

Dear Dolores:

The 2001 Packer Leakage Test on the referenced well indicates the pressure in the upper zone had not stabilized, number 3 on the back of the Northwest New Mexico Packer-Leakage Test Form

...Both zones shall remain shut-in until the wellhead pressure in each has stabilized, provided however, that they need not remain shut-in more than seven days.

You are hereby directed to conduct a Packer Leakage test to show separation of the zones prior to January 1, 2002.

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

Sincerely,

Charlie T Perrin

Deputy Oil & Gas Inspector

Charlie T. L. nin

cperrin@state.nm.us

CTP/mk

CC: BLM CTP

Well File