STATE OF NEW MEXICO

DRUG FREE

ENERGY, MINERALS and NATURAL RESOURCES DIVISION OIL CONSERVATION DIVISION

AZTEC DISTRICT OFFICE

BRUCE KING GOVERNOR

ANITA LOCKWOOD CABINET SECRETARY

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

APRIL 8, 1994

MS SUSAN DOLAN MERIDIAN OIL CO PO BOX 4289 FARMINGTON NM 87499

RE: LARGO FEDERAL 1-A C-34-29N-9W

BALARD 11 D-15-26N-9W

DEAR SUSAN

The 1994 Packer Leakage Tests on the referenced wells indicate communication between the producible zones. In order to comply with Rule 112-A, you are hereby directed to initiate immediate remedial activity.

Yours Truly

Charles Gholson

Deputy Oil & Gas Inspector

CG/cs

xc: Well Files