OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE 1000 RIO SRAZOS ROAD AZTEC, NEW MEXICO 87410 [506] 334-8170 Fax (605)234-6170

JENNIFER A. SALISBURY CABINET SECRETARY

GARY E. JOHNSON GOVERNOR

March 21, 1997

Mr Al Rector Devon Energy Corp 3300 N Butler Ave Ste 211 Farmington NM 87401

RE: Packer Leakage Tests Inconsistencies

Dear Mr. Rector:

I am returning the Packer Leakage Tests on the following wells:

 ME Blanco Ut. #58
 B-21-31N-07W
 30-045-10640

 NE Blanco Ut. #302
 A-13-31N-07W
 30-045-10810

 NE Blanco Ut. #302
 I-30-31N-06W
 30-039-23560

 NE Blanco Ut. #55
 B-22-31N-07W
 30-045-10474

 NE Blanco UT. #303
 P-20-31N-06W
 30-039-23568

After reviewing the tests, the following inconsistencies were found:

The NE Blanco Ut. #57, #58, #55 and #303 all exhibited pressure drops on the SI zones while the lower zone was flowing.

The NE Blanco Ut. #302 has incomplete pressure data for day 1 and 2 in flowing of zone for test.

Your options are as follows:

- 1. Reschedule well for retesting and contact our office at least 48 hours in advance so that we may provide a witness for the retesting.
- After reviewing the Packer Leakage Test, you feel that the well has a leakage problem, file a notice of intent with
  the appropriate agency. This intent should state what remedial work Devon Energy Corp. intends to do on
  the reference well in order to bring it into compliance. Plans must be submitted by March 31, 1997 by letter, and
  work must be finished on the well by March 21, 1998.

Please feel free to contact me at this office if you have any questions.

Sinperely,

Ernest Cardona
Deputy O&G Inspector

EC/sh

attach. (5)

xc. Well Files EC file