STATE STATE

STATE OF NEW MEXICO

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

August 23, 1993

Ms Susan Dolan Meridian Oil Inc PO Box 4289 Farmington NM 87499

RE: Southland Royalty Co, Grenier A #8M, M-35-30N-10W

Dear Susan:

The 1993 Packer Test on the referenced well indicates communication between the producible zones. In order to comply with Rule #112A, you are hereby directed to initiate immediate remedial activity.

Yours truly,

Diamak Dauburst you Charles Sholson

Deputy Oil & Gas Inspector

CG/sh

xc: Well File