



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Betty Rivera

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

26 September 2003

The Eastland Oil Co.  
P.O. Drawer 3488  
Midland, Texas 79702

RE: Eastland State # **4** K-13-9-26 API 30-005-62686 Violation of Rule 112 A.B.2:  
Segregation Test

Dear Sirs:

This directive is to notify you that this well is in violation of 112 A.B.2

On 25 September, 2003 we received the results of your Packer Leakage Test. These results indicate communication between pools.

Rule 112-A.B. of the New Mexico Oil Conservation Division provides as follows:

112-A.B. Operation and Testing

(1) Wells shall be completed and produced so that no commingling of hydrocarbons from separate pools occurs.

(2) The operator shall commence a segregation and/or packer leakage test within 20 days after the multiple completion. Segregation tests and/or packer leakage tests shall also be made any time the packer is disturbed. The operator shall also conduct any other tests and determinations required by the Division. The appropriate district office shall be notified 48 hours in advance of tests so the district office may schedule personnel to witness the tests. Offset operators may witness such tests and shall advise the operator in writing if they desire to be notified of the tests. 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.**

**Please contact me about your corrective action on or before 26 October, 2003.**

Your failure to respond to OCD directives and failure to bring this well into compliance are serious violations and merit a severe sanction, up to and including abandonment and plugging as well as civil penalties. In the event that this well is not brought into compliance **on or before October 26, 2003** this **Notice of Direction** may precede a request to the Division that you be summoned to a hearing in Santa Fe to **Show Cause why this well should not be plugged and civil penalties assessed.**

Sincerely,

Van Barton  
Field Rep. II