



dugan production corp.

CP BP

NMOCD

JUN 25 2018

DISTRICT III

June 21, 2018

Oper file

Mr. Charlie Perrin
NM Oil Conservation Division
1000 Rio Brazos Road
Aztec, NM 87410

Re: Letter with response to NMOCD's letter of violation (03-18-03)
Turk's Toast # 4 SWD, Section 7, T30N R14N, San Juan County, NM
API #30-045-27360

Dear Mr. Perrin,

In response to your letter of violation (03-18-03), we understand we should have notified BLM/OCD before the casing cement squeeze workover operation at Turk's Toast # 4 SWD. It is Dugan's intent to comply with all rules and regulations. To this end, we have reviewed 19.15.7.11 United States Government Leases, 19.15.7.14 NMAC Sundry notices and reports on wells and Rule 19.15.26 NMAC Injection. We will notify BLM/OCD in the future, if casing damage is identified and a subsequent casing repair is required. We have already submitted a subsequent report of operations on BLM Form 3160-5 on 5/22/18. That report was approved by the BLM Farmington Field Office on 05/31/18. In the future, we will notify BLM/OCD prior to performing a remedial work that requires their approval.

Sincerely

Aliph Reena
Engineering Supervisor

AR/tmf