



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington Field Office
1235 La Plata Highway, Suite A
Farmington, New Mexico 87401

IN REPLY REFER TO:
NM NM-19163 (WC)
3162.3-1 (07100)

30-045-30586 DEC 4 2001

CERTIFIED-RETURN RECEIPT REQUESTED
7106 4575 1292 2684 1484

Ms. Tyra Feil
Dugan Production Corporation
P. O. Box 420
Farmington, NM 87499



Dear Ms. Feil:

Reference is made to your well No. 6 Turk's Toast located 400' FSL and 330' FWL sec. 18, T. 30 N., R. 14 W., San Juan County, New Mexico, Lease NM NM-19163 and our conversation on November 30, 2001, which established that the cement top behind the 7" casing is at 1300', found by temperature survey. When the primary cement jobs fail to accomplish required objectives concerning protection of certain subsurface zones, it is the policy of this office to require remedial action according to the following:

1) Perforate the casing below the zone of concern (1175'), establish circulation and place cement by normal techniques. In the event that circulation is not established, cement squeezes are required above and below the zones (1020' - 1175' and 680' - 1020').

In this case, the gas zone in the Pictured Cliffs formation present from 1020' - 1175' and the coal in the Fruitland formation present from 680' - 1020' require remedial cementing action.

You are required to submit a remedial plan to this office by Sundry Notice (3160-5, 4 copies).

You have 30 days to comply with this order. The 30 days commences upon receipt of this letter or seven days from the date it is mailed, whichever is less. Failure to comply within the 30 days will result in strict enforcement of 43 CFR 3163.1.

Under provisions of 43 CFR 3165.3, you may request an Administrative Review of the orders described above. Such request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice with the State Director, Bureau of Land Management (NM-93000), P. O. Box 27115, Santa Fe, New Mexico 87502-0115. Such request shall not result in a suspension of the orders unless the reviewing official so determines. Procedures governing appeals from instructions, orders or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 *et seq.*

If you have any questions please contact Adrienne Garcia with this office at (505) 599-6358.

Sincerely,

/s/ Jim Lovato

Jim Lovato
Team Leader, Petroleum Management Team

bcc:

NMOCD, Aztec, NM

NMOCD, Santa Fe, NM