



ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

JERRY APODACA
GOVERNOR

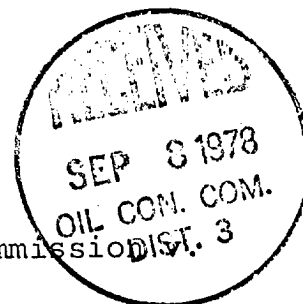
NICK FRANKLIN
SECRETARY

September 5, 1978

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-2434

Mr. Fred Teller
Box 960
Virginia, Minnesota 55792

Re: Oil Conservation Commission
Saguaro Oil Company



Dear Mr. Teller:

I've enclosed copies of the Complaint and Judgment in this case. As we discussed on the phone, there are three matters pertaining to Saguaro which must be resolved:

1. Payment of the \$10,000 Judgment;
2. Final clean-up of the Moran State Well No. 1 so that the bond can be released;
3. Final work on the Tenneco-Santa Fe Well No. 1. For details, please contact Mr. Al Kendrick at our Aztec office, 505-334-6178.

I appreciate your concern and hope that these matters can be resolved shortly.

Very truly yours,

(Ms.) LYNN TESCHENDORF
General Counsel

LT/dr

cc: Al Kendrick
Charles Harrington