



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

August 23, 2001

John Roe
Dugan Production Corp
PO Box 420
Farmington Nm 87499-22175

Re: Lough Erne #1, G-04-23N-06W API 30-039-22835

Dear Mr. Roe:

Our records indicate that the well listed above is inactive. This well is not in compliance with Rule 201.B. The last reported production was February 2000.

You are hereby directed to bring this well into compliance before December 1, 2001, review Rules 202 and 203 for the necessary filing requirements to plug and abandon, temporarily abandon or return this well to production.

Notify the Aztec OCD 24 hours before work is initiated.

If you have any questions, please call me at 505-334-6178, ext. 16.

Sincerely,

Charlie T Perrin
Deputy Oil & Gas Inspector
cperrin@state.nm.us

CTP/mk

CC: Navajo Tribe
BLM Farmington
CTP
Well File