

NANCO, INC.
611 PHILTOWER BUILDING
TULSA, OKLAHOMA 74103

January 16, 1978

Mr. Joe Labay, Director
Rio Puerco Water Resources
Bureau of Land Management
3550 Pan American Freeway, N.E.
Albuquerque, New Mexico 87107

Re: Pictured Cliffs Test Well
Sec. 31, T21N, R1W
Sandoval County, New Mexico

Dear Mr. Labay:

Our Company has plugged and abandoned the above referenced Pictured Cliffs test well. The plugging was done in accordance with, and at the request of, the U.S.G.S. District Engineer at Durango, Colorado.

The possibility of assigning the water resource to Cuba was discussed with you on December 12, 1977, and in early September, 1977. The feasibility for such an assignment does not appear to warrant further consideration of the matter, and we therefore agreed with U.S.G.S. that the well should be temporarily abandoned. Future operations of the well are possible, should the City of Cuba want the water resource therein.

Appropriate record information is also being filed with the Oil Conservation Commission, Aztec, New Mexico.

Very truly yours,



E. Alex Phillips

EAP:jm

cc: City of Cuba, New Mexico
U.S.G.S., Durango, Colorado

