



STATE OF NEW MEXICO



ENERGY, MINERALS and NATURAL RESOURCES DIVISION  
OIL CONSERVATION DIVISION  
AZTEC DISTRICT OFFICE

BRUCE KING  
GOVERNOR

ANITA LOCKWOOD  
CABINET SECRETARY

1000 RIO BRAZOS ROAD  
AZTEC, NEW MEXICO 87410  
(505) 334-6178

August 31, 1993

Mr. Bud Crane  
Dugan Production Corp.  
PO Box 420  
Farmington, NM 87499

RE: Illegal Pits in Northwestern New Mexico  
Ballymaloe #2, K-25-23N-07W (2 pits - Separator and Production Tank)  
State #1, E-32-24N-07W (2 pits - Large earthen pit and Tank Battery)  
Helsinki #52, K-09-23N-10W (10'x10' earthen pit)

Dear Bud:

New Mexico Oil Conservation Order R-8952 (for the protection of migratory birds) became effective June 15, 1989 and states that all pits and open tanks more than 16' in diameter shall be screened, netted or covered.

On July 21 and 29, 1993 field inspections conducted by Jackie Neckels from the BLM revealed that the above mentioned pits contained hydrocarbons. In order for these pits to be in compliance, you are hereby directed to remove all fluid or properly net these pits by September 30, 1993.

If you have any questions please feel free to call this office.

Sincerely,

*Dianna K. Fairhurst*

Dianna K. Fairhurst  
Deputy Oil & Gas Inspector

xc: C-134 File  
Well File  
Jackie Neckels - BLM Farmington