



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