



NEW MEXICO ENERGY, MINERALS
& NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE
1000 RIO BRAZOS ROAD
AZTEC NM 87410
(505) 334-6178 FAX: (505) 334-6170
[http://emnr.state.nm.us/ocd/District III/3distric.htm](http://emnr.state.nm.us/ocd/District%20III/3distric.htm)

GARY E. JOHNSON
Governor

Jennifer A. Salisbury
Cabinet Secretary

February 26, 1999

Jim Jacobs
Dugan Production Corp.
P.O. Box 420
Farmington, New Mexico 87499

RE: DUGAN RED MAC #1 J-3-25N-12W API 30-045-21849

Dear Mr. Jacobs:

Our records indicate that the well listed above is inactive and not in compliance with Rule #201.B.

Please submit plans to bring these wells into compliance within 30 days. Review Rules #202 and #203 for the necessary filing requirements to plug and abandon or temporarily abandon these wells.

Feel free to call me at 334-6178, ext 12, if I can be of any help.

Sincerely,

A handwritten signature in cursive script that reads "Bruce Martin".

Bruce Martin
Deputy O&G Inspector

XC: BM File
Well File