



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

Garrey Carruthers
Governor

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

January 17, 1989

Mr. Bud Crane
Dugan Production Corp.
P.O. Box 208
Farmington, NM 87401

Re: Sherman #2 E-3-29N-5W

Dear Bud:

The annual packer test on the referenced well indicates communication between the producible zones.

In order to comply with Rule 112-A and the order authorizing the multiple completion, you are hereby directed to initiate remedial activity as soon as possible.

Your truly,

A handwritten signature in cursive script, appearing to read "Charles Gholson".

Charles Gholson
Deputy Oil & Gas Inspector

CG/dj

xc: Well File