



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop
Cabinet Secretary

Lori Wrotenbery
Director

Oil Conservation Division

June 25, 2003

Dugan Production Corp
PO Box 420
Farmington Nm 87499-22175

Re: Sly Slav #2, N-13-30N-15W API 30-045-25353

Dear John:

The Bradenhead test on the above well indicates a failure. In order to comply with Rule 108, prevent waste and protect fresh water, you are hereby directed to initiate remedial activity before September 15, 2003.

Reference RBDMS CTP0317564488 on future correspondence.

Notify the Aztec OCD 24 hours before work is initiated.

If you have any questions, please call me at 505-334-6178, ext. 16.

Sincerely yours,

Charlie T. Perrin
Deputy Oil & Gas Inspector
cperrin@state.nm.us

CTP/mk

CC: CTP
Well File