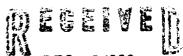
NMNM-42059 (WC) 3162.3-1 (07337)

DEC 3 1993



Mr. Sherman E. Dugan Dugan Production Corporation P. O. Box 420 Farmington, NM 87499-0420 DEC - 9 1993

OIL CON. DIV.

Dear Mr. Dugan:

Reference is made to your Application for Permit to Drill (APD) for well No. 8 Champ, 990' FSL and 990' FWL (SW%SW%), Sec. 5, T. 23 N., R. 10 W., San Juan County, New Mexico, Federal Lease Number NMNM-42059. The APD was received on November 24, 1993 and complies with BLM engineering requirements, as submitted. The posting date for the start of the 30-day waiting period is August 20, 1991.

Your APD is being processed. If you have any questions, please contact Mr. Errol Becher of this office at (505) 599-6358.

Your APD of October 25, 1991, for the same well, has expired as of November 15, 1993 and is hereby returned.

Sincerely,

18/ Nen Townsond

Ken Townsend
Chief, Branch of Drilling and
 Production

1 Enclosure

cc: NMOCD, Aztec, NM