



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

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Cabinet Secretary

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Director

Oil Conservation Division

February 14, 2001

Mr. John D. Roe
Dugan Production Corp.
P.O. Box 420
Farmington, NM 87499

Re: New C-102 forms for the Phillips #1 Well (API # 30-045-26803)

Dear Mr. Roe: *H-5-24N-9W*

The Pictured Cliffs production has been assigned a new pool: Bisti Pictured Cliffs Gas Pool (97073). Also, contrary to what you stated in your letter of October 11th, 2000, under R-8768A operators of pre-existing undesignated Fruitland wells were directed to file new C-102 forms within 60 Days. Since the Fruitland was changed from WC Fruitland Sand to the Basin Fruitland Coal, this completion now requires a half section dedication. Since your Mo Valley #90 well (API # 30-045-29549) is dedicated to the southern half of Section 5, this should be a north half dedication of 321.44 acres.

Please let me know if you have any questions concerning this matter.

Sincerely,

Steven N. Hayden
Deputy Oil & Gas Inspector
shayden@state.nm.us

SNH/mk

Cc: Well file
SH