

9
MT. Baldy #1
G 27-24N-10W

NMNM-80493 (WC)
3162.3-1 (07337)

APR 15 1994


Mr. Sherman E. Dugan
Dugan Production Corporation
P. O. Box 420
Farmington, New Mexico 87499-0420

Dear Mr. Dugan:

Enclosed is your Application for Permit to Drill (APD) Well No. 1 Mt. Baldy, 1980' FNL & 1980' FEL (SW $\frac{1}{4}$ NE $\frac{1}{4}$) Sec. 27, T. 24 N., R. 10 W., San Juan County, New Mexico, Lease No. NMNM-80493. The subject APD is rescinded and returned as the lease, upon which it was proposed, expired on January 31, 1994.

You are required to request surface rehabilitation instructions from this office if construction activities occurred on the referenced drill site. If this office does not receive comment within 30 days, it will be presumed that no construction occurred. Later discovery that construction activities have occurred, may result in assessment of liquidated damages.

Sincerely,


for Ken Townsend
Chief, Branch of Drilling
and Production

Enclosure

cc:
New Mexico Oil Conservation Division
1000 Rio Brazos Rd., Aztec, NM 87410

RECEIVED
APR 18 1994
OIL CON. DIV.
DIST. 3