



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

TONY ANAYA
GOVERNOR

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

December 22, 1986

Flag Redfern Oil Co.
c/o Dugan Production Corp.
P.O. Box 208
Farmington, NM 87401

Re: Flag Redfern Oil Co.
McCarty #1 M-28-30N-12W
Montano #1 N-28-30N-12W
Hargis #1 G-33-30N-12W
Julander #2 I-33-30N-12W

Gentlemen:

As you are aware, the referenced wells were disconnected between 1959 and 1969 and are apparently incapable of producing.

In order to prevent waste and protect fresh water, you are hereby directed to initiate P&A activity within 90 days of this date. Failure to comply will result in a case being called for Flag Redfern Oil Co., Charles R. Ervin insurance and all other interested parties to appear and show cause why the wells should not be plugged and abandoned in accordance with a Division approved plugging program.

If you have any questions, please contact this office.

Yours truly,

Charles Gholson
Oil & Gas Inspector

CG/dj

xc: Well Files
Jeff Taylor
Operator File