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STATE GEOLOGIST
A. L. PORTER, JR.
SECRETARY - DIRECTOR

October 16, 1967

Mr. Tom Dugan
P. O. Box 234
Farmington, New Mexico

Re: BMNS Co., Brown #1
1-30-30N-12W
Fulcher Kutz Pictured Cliffs Pool

Dear Mr. Dugan:

As we have previously discussed, the above well was for some time used by the San Juan Country Club for heating gas for facilities at the club. As I understand it, the well was purchased by the Country Club from BMNS Co. for this purpose. However, our records still reflect BMNS Co. as the operator of the well as no bond was posted by the Country Club and no transfer was effected in our records. I believe that you informed me about a year ago that you had agreed with the Country Club to take the well over under your personal bond so as to release BMNS Co., but this transfer was never effected.

It is my understanding that the well ceased producing several months ago and that it is now abandoned. The Commission must therefore direct that the well be worked over and put back on production or be permanently plugged and abandoned in conformance with Commission regulations. In line with the Country Club purchase of this well from BMNS Co, it is my understanding that the Country Club wishes to assume this responsibility rather than have the Commission make plugging demand on BMNS Co..

Will you please discuss this matter with the San Juan Country Club Officials and let me know what course of action they prefer to take in this matter?

Thank you.

Yours very truly,

Emery C. Arnold
Supervisor, District #3

ECA:mc
cc: Oil Conservation Commission
Santa Fe, New Mexico

BMNS Co., c/o Shorty Sterns
Hesperus, Colorado