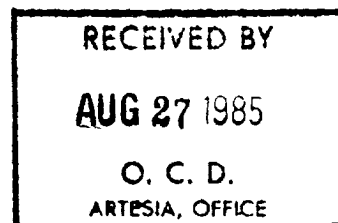




COQUINA OIL CORPORATION  
P. O. DRAWER 2960  
MIDLAND, TEXAS 79702



(915) 682-6271

August 26, 1985

New Mexico Oil Conservation Commission  
Drawer DD  
Artesia, New Mexico 88210

Attn: Mr. Larry Brook

RE: Accident Report  
Coquina Oil Corporation  
Pan Canadian "B" #3 well  
Loc: NE/4 NE/4 Sec 34, T19S, R25E  
Eddy Co., NM.

Gentlemen:

This is a report of a fire which occurred at about 10 AM, 8/22/85, on location. While preparing to kill the well, a Howco pump truck ignited which in turn ignited a test tank which contained oil which we had recovered from the well during completion operations. Approximately 375 bbls of oil burned during the fire. No injuries occurred and no damage was caused to the well.

Sincerely,

COQUINA OIL CORPORATION

J. B. Taylor  
Production Superintendent

JBT/sb

1cc DGE