

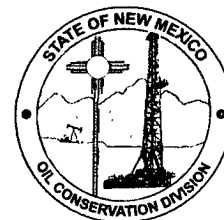


# New Mexico Energy, Minerals and Natural Resources Department

**Bill Richardson**  
Governor

**Joanna Prukop**  
Cabinet Secretary  
**Reese Fullerton**  
Deputy Cabinet Secretary

**Mark Fesmire**  
Division Director  
**Oil Conservation Division**



**March 25, 2008**

John Alexander  
Dugan Production  
PO Box 420  
Farmington, NM 87499

Re: West Bisti Unit #144, API # 30-045-05642, D-34-26N-13W

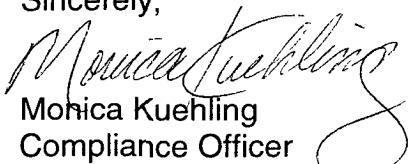
Dear Mr. Alexander:

On March 10, 2008, I inspected the West Bisti Unit #144. This well is listed in our records as a waterflood injection well. At the time of inspection this well was not injecting. On further investigation of well files in our District and Santa Fe offices, a permit for injection could not be found.

On March 13, 2008, I talked with you concerning the order for this well. I was told later that day that an order from the State of New Mexico could not be found in the Dugan Production well files.

Dugan Production is advised not to inject into the well until an order is provided by the operator. If an order cannot be provided, the operator must apply for a permit to inject. The application form C108 can be found on our website at [www.emnrd.state.nm.us/ocd](http://www.emnrd.state.nm.us/ocd)

Sincerely,



Monica Kuehling  
Compliance Officer  
District III, Aztec

CC: Well File  
Bureau of Land Management

