



STATE OF NEW MEXICO

ENERGY, MINERALS and NATURAL RESOURCES DIVISION
OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE



BRUCE KING
GOVERNOR

ANITA LOCKWOOD
CABINET SECRETARY

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

August 25, 1995

Mr. Bud Crane
Dugan Production Corporation
P.O. Box 420
Farmington, NM 87499-0420

Re: An illegal pit at the Largo Federal B #1 A-22-24N-09W

Dear Bud:

A field inspection conducted on August 23, 1994 revealed that the un-netted production pit at the referenced well contains about 8 BBLS of oil in violation of order R-8952. Your application for exception to the order (form C-134) is not approved and you are hereby directed to screen or net the pit prior to September 26, 1994.

Yours truly

A handwritten signature in cursive script that reads "Charles Gholson".

Charles Gholson
Deputy Oil & Gas Inspector

CG/ej

xc Well file
C-134 file
Don Ellsworth, BLM Farmington