TONEY ANAYA

GOVERNOR

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

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

January 13, 1986

Mr. John Roe Dugan Production Corp. P.O. Box 208 Farmington, NM 87499-0208

Re: Tapacitos #4 O-36-26N-2W

Dear John:

Your recommended date of January 24, 1986, for the commencement of allowable accumculation for the referenced well is accepted.

When the well is completed and the C-104 is received by this office, we will calculate the accumulated allowable and assign it to the well as per the order.

Sincerely,

Frank T. Chavez District Supervisor

FTC/dj

xc: Well File

Operator File