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

GOVERNOR

NICK FRANKLIN

SECRETARY

June 21, 1978

Mr. Richard Tully Dugan Production Corporation P. O. Box 234 Farmington, New Mexico 87401

Re: Dugan Production Corporation Faith #2 1850' FSL; 1600' FWL 18-27N-13W

> Dugan Production Corporation Faith #1 1400' FNL; 2000' FWL 19-27N-13W

Dear Mr. Tully:

Each of the referenced wells is at a non-standard footage location as defined in Rule 104.

Please obtain approval for the locations prior to production.

Yours very truly,

A. R. Kendrick
District Supervisor

ARK:no