

Caller Service 4104
Farmington, New Mexico 87499

CERTIFIED—RETURN RECEIPT REQUESTED

DEC 05 1984

Dugan Production Corporation
P. O. Box 208
Farmington, NM 87499

Gentlemen:

Reference is made to your Applications for Permit to Drill (APDs) for the following wells:

1. No. 5 Olie, SE/4SW/4 sec. 7, T. 24 N., R. 8 W., San Juan County, New Mexico, lease NM-19567.
2. No. 4-J Ojo He He, NE/2SE/4 sec. 32, T. 27 N., R. 15 W., San Juan County, New Mexico, lease NM-6553184.
3. No. 1 Olete Coup, NE/4SE/4 sec. 24, T. 30 N., R. 15 W., San Juan County, New Mexico, lease NM-21465.
4. No. 11 UP, NE/4NW/4 sec. 20, T. 27 N., R. 13 W., San Juan County, New Mexico, lease NM-11580.

As discussed with Sherman Dugan of your company on October 26, 1984, the subject APDs are rescinded and returned due to drilling operations not being commenced within a second six month extension period following the original approval date.

You are required to request surface rehabilitation instructions from this office if construction activities occurred on the referenced drill site. If this office does not receive comment within 15 days, it will presume that no construction occurred and proceed accordingly. Later discovery that construction activities have in fact occurred, will result in an assessment.

Sincerely yours,

(SGD.) MATTHEW L. LARSEN

Area Manager

Enclosures

cc:
NIIIP
IDIOCC/

RECEIVED

DEC 06 1984

OIL CON. DIV.
DIST. 3

ABANDONED LOCATION