

1235 La Plata Highway
Farmington, New Mexico 87401

MAR 7 1988

CERTIFIED--RETURN RECEIPT REQUESTED
P-718-636-396

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

Gentlemen:

An inspection conducted on February 26, 1988, by members of my staff showed that the following work needs to be done to bring your No. 2 Monte Carlo well located 800' FSL and 910' FWL, sec. 24, T. 30 N., R. 15 W., Federal Com No. NM015P35-85C-417 to an acceptable standard:

1. The reserve pit is not adequately fenced. If the reserve pit is to remain it should be fenced to restrict livestock access to the pit.
2. Trench on the east side of the pad should be filled in or fenced.

If you have any questions, contact Ilyse Ferraiuolo at (505) 327-5344.

Sincerely,

W. A. C. H. H. H.

Ron Fellows
Area Manager

cc:
NMOCB, Attn: Mr. Frank Chavez

RECEIVED
MAR 9 1988
OIL CON. DIV.
DIST. 3