

BASIN OPERATING COMPANY

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PRINCIPAL

June 24, 1996

FAX TO 505-393-4280 BLM OFFICE (total 2 pages including this page)

Per our phone discussion, please find attached the proposed Hudson Federal 31 #2 plug abandonment procedure and wellbore diagram. We have verbal approval from Joe Lara to proceed subject to setting 50 feet cement at surface instead of the 10 feet shown in the diagram.

L + R Well Service 748-3835 is on location to perform this work today and tomorrow. Please call them and ask for Harold Justice if you have any questions or desire any changes.

Sincerely,



John Worrall
President