



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington Field Office
1235 La Plata Highway, Suite A
Farmington, New Mexico 87401

IN REPLY REFER TO:
3162.7-3 (07100)
Davis Gas Gathering System

June 20, 2003



Mr. John Roe
Dugan Production Corporation
P.O. Box 420
Farmington, New Mexico 87499-0420

Dear Mr. Roe:

Reference is made to your letter dated May 14, 2003, requesting approval to add the following well to the previously approved Davis Federal Gas Gathering System (DFGGS):

30-045-30714 **No. 1E Davis Federal, located 1620' FSL and 1610' FEL section 24, T.26N., R. 11W.,
Rio Arriba County, New Mexico on Federal Lease No. SF-078937.**

Based on the information supplied, Dugan is hereby authorized to include this well in the DFGGS subject to the terms and conditions of the original application approved on December 11, 1997.

If you have any question regarding the above, contact Jim Lovato at (505) 599-6367.

Sincerely,

Jim Lovato
Senior Technical Advisor,
Petroleum Management

Cc:
NMOCD (Aztec and Santa Fe)