

dugan production corp.

November 7, 2002

Mr. Will Jones New Mexico Oil Conservation Division 1220 South St. Francis Drive Santa Fe, NM 87505

Re: NMOCD Commingling Order PLC-206
Dugan Production's Pet Inc Gas Gathering System

Dear Mr. Jones,

The captioned commingling order was conditioned upon Dugan Production receiving like approval by the Bureau of Land Management (BLM). The BLM did approve Dugan's 05-17-02 application on 09-03-02. Upon reviewing my files for this application, it appears that I have not sent a copy of the BLM's approval to you and am now doing so.

Thank you for your efforts on this application.

Sincerely,

John D. Roe

Engineering Manager

John D, Roe

JDR:sh

Attachment



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: Pet Inc Gas Gathering System 3162.7-3 (07100)

SEP 0 3 2002

Mr. John Roe Dugan Production Corporation PO Box 420 Farmington, NM 87499-0420

Dear Mr. Roe:

Reference is made to your letter dated May 17, 2002, requesting approval to add the following well to the previously approved Pet Inc Gas Gathering System (formerly the Raven Area Pipeline):

No. 90 No Doubt, located 790' FNL and 1850' FEL section 6, T. 27 N., R. 13 W., San Juan, County, New Mexico on Federal Lease No. NM-89131.

This facility was originally approved on February 10, 1967, and amended on October 10, 1972, to include additional wells. Based on the information supplied, Dugan is hereby authorized to include this well in the Pet Inc Gas Gathering System. In addition, retroactive approval to relocate the sales meter (EPNG Meter No. 75470) to the Piney No. 1 well location in the SE¼SW¼ of Section 4, T. 27 N., R. 13 W., is also authorized.

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

Sincerely,

Jim Dovato

Senior Technical Advisor, Petroleum Management Team

cc: NMOCD (Aztec and Santa Fe) BIA Gallup Navajo Nation

