

Aubrey Dunn COMMISSIONER

State of New Mexico Commissioner of Public Lands

310 OLD SANTA FE TRAIL P.O. BOX 1148 SANTA FE, NEW MEXICO 87504-1148

COMMISSIONER'S OFFICE

Phone (505) 827-5760 Fax (505) 827-5766 www.nmstatelands.org

November 8, 2016

Dugan Production Corporation PO Box 420 Farmington, NM 87499-0420

Attn:

Ms. Mariann Armenta

Re:

Resignation/Designation of Successor Unit Operator

Effective November 1, 2016

PGA Unit

San Juan County, New Mexico

Dear Ms. Armenta:

We are in receipt of your resignation/designation of successor unit operator, wherein Thompson Engineering & Production Corporation resigned as unit operator of the PGA Unit and designated Dugan Production Corporation the successor unit operator.

The Commissioner of Public Lands has approved the resignation of Thompson Engineering & Production Corporation and the designation of Dugan Production Corporation as the successor unit operator of this unit.

In accordance with this approval, Dugan Production Corporation is now responsible for all operations at PGA Unit and the reporting of all production from the unit effective November 1, 2016.

If you have any questions, or if we may be of further assistance, please contact Units Manager Marilyn Gruebel @ 505.827.5791 or Units Analyst Sue Keelin @ 505.827.5783.

AURREY/DUNN

COMMISSIONER OF PUBLIC LANDS

AD/sk

xc: Reader File

OCD-Santa Fe, Attn: Daniel Sanchez

TRD-Attn: Ms. Judy Vigil