

## 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

Case 1866

COMMISSIONER'S OFFICE

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

March 28, 2016

Dugan Production Corp. 709 E. Murray Drive PO Box 420 Farmington, NM 87499-0420

Attn:

Mr. John Alexander

Re:

2016 Plan of Development

West Bisti Lower Gallup Sand Unit

Lea County, New Mexico

Dear Mr. Alexander:

The Commissioner of Public Lands has, of this date, approved the referenced Plan of Development. Our approval is subject to like approval by all other appropriate agencies. The possibility of drainage by wells outside the unit area, and the need for further development of the unit may exist; therefore, we may contact you at a later date regarding these possibilities.

In your future Plans of Development we are requiring that you submit a map illustrating both the current and proposed unit infrastructure of wells, injection facilities, tank batteries, roads, and gathering systems.

If you have any questions, or if we may be of further help, please contact Pete Martinez at (505)-827-5791.

Respectfully

AUBRAY DUNN

COMMISSIONER OF PUBLIC LANDS

AD/sk

xc: Reader File

OCD-Daniel Sanchez

BLM - Farmington Ms. Cynthia Marquez