



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

Dugan Production Corp.
ATTN: Mr. Kevin Smaka
PO Box 420
Farmington, NM 87499-0420

October 18, 2017

Re: Request to Surface Commingle
Koch Gathering System: Bisti 2 #1; Bisti 36 #1; 52 proposed locations
API: 30-45-35386; 30-045-35385
Basin Fruitland Coal (71629)
San Juan County, New Mexico

Dear Mr. Smaka:

We have received your \$150 application fee and request for surface commingling for the above-captioned wells.

Since it appears that all the New Mexico Oil Conservation Division's rules and regulations have been complied with and there will be no loss of revenue to the State of New Mexico as a result of your proposed operation, your request is hereby approved.

Our approval

- is subject to approval from all relevant agencies.
- does not constitute the granting of any right-of-way or construction rights not granted by the lease instrument.

If you have any questions or if we may be of further assistance, please contact Commingling Manager Marilyn Gruebel at 505.827.5791.

Respectfully,

A handwritten signature in black ink, appearing to read "Aubrey Dunn", is written over the printed name.

AUBREY DUNN
COMMISSIONER OF PUBLIC LANDS

AD/mg

cc: **OCD-Daniel Sanchez**
OGMD and Units Reader Files