



State of New Mexico
Commissioner of Public Lands

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COMMISSIONER'S OFFICE

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PATRICK H. LYONS
COMMISSIONER

RECEIVED
NOV 13 4 44 PM '07

November 7, 2007

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

Attn: Mr. John D. Roe

Re: Request for Surface Commingling, Off-Lease Measurement and Sale of Produced Natural Gas –
Twenty-Two Additional wells
Dugan Production's Goodtimes Gas Gathering System (GGS #15)
State Lease Numbers LG-5686, V-1360 & V-7918
San Juan County, New Mexico

Dear Mr. Roe:

We are in receipt of your letter of September 28, 2007 requesting our approval to add 22 wells to Dugan's Goodtimes Gas Gathering System. It is our understanding that this is the fifteenth expansion to the Goodtimes Gas Gathering System, which will now contain a total of 243 Federal, State and Navajo Allotted 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 like approval by the New Mexico Oil Conservation Division and the Bureau of Land Management.

Your \$30.00 dollar filing has been received.

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

Very truly yours,

PATRICK H. LYONS
COMMISSIONER OF PUBLIC LANDS

BY:

JAMI BAILEY, Director
Oil, Gas and Minerals Division
(505) 827-5744
PL/JB/pm

pc: Reader File, OCD-Attention: David Catanach,
BLM-Farmington Attn: Mr. Steve Henke

-State Land Office Beneficiaries -

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