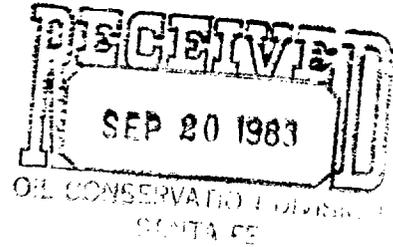


dugan production corp.



September 16, 1983

Joe Ramey
New Mexico Oil Conservation Division
P O Box 2088
Santa Fe, New Mexico 87501

RE: Request for Surface Commingling
Dugan Production Corp.
Bengal B Well #1 (Gallup) and Bengal B #6 (Fruitland)
T-26-N, R-12-W, NMPM
Section 2: Units O and P
Federal Lease No. NM 16471
San Juan County, NM

Dear Mr. Ramey:

Regarding our September 2, 1983 Application for Administrative Approval to Commingle gas on the surface for the captioned well, attached is a copy of a letter indicating approval of this commingling by the Area Manager for the Bureau of Land Management. As required by NMOCD Rule #303 B, we trust this will complete all of the information requirements regarding our proposed surface commingling.

Should you have any questions regarding this matter, please feel free to call us.

Sincerely,

John D. Roe

John D. Roe

JDR:fp

Attachment

cc: Jerome P. McHugh