

**McMillan, Michael, EMNRD**

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**From:** McMillan, Michael, EMNRD  
**Sent:** Thursday, December 1, 2016 8:56 AM  
**To:** 'Terri Stathem'  
**Cc:** Jones, William V, EMNRD; Goetze, Phillip, EMNRD  
**Subject:** RE: [External] Chief surface commingling

Based on the letter from the landman stating identical ownership, no surface commingle application is required.  
Thank You

**MICHAEL A. MCMILLAN**

Engineering Bureau, Oil Conservation Division  
1220 south St. Francis Dr., Santa Fe NM 87505  
O: 505.476.3448  
Michael.McMillan@state.nm.us

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**From:** Terri Stathem [mailto:TStathem@cimarex.com]  
**Sent:** Wednesday, November 30, 2016 4:40 PM  
**To:** McMillan, Michael, EMNRD <Michael.McMillan@state.nm.us>  
**Subject:** RE: [External] Chief surface commingling

Yes, sorry it should not have been mailed separately.

We put the attached commingle request in the overnight mail to you today.

Thanks – sorry for the confusion.

*Terri Stathem*

Manager – Regulatory Compliance  
202 S. Cheyenne Ave, Suite 1000  
Tulsa, OK 74103-3001

Office: 918-585-1100  
Direct: 432-620-1936  
Cell: 918-633-9702  
Fax: 918-749-8059



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**From:** McMillan, Michael, EMNRD [<mailto:Michael.McMillan@state.nm.us>]  
**Sent:** Wednesday, November 30, 2016 5:35 PM  
**To:** Terri Stathem <[TStathem@cimarex.com](mailto:TStathem@cimarex.com)>  
**Subject:** [External] Chief surface commingling

Terri:

Is Cimarex planning a surface commingle for the chief wells?

I got a letter from a landman stating identical ownership.

Based on the letter only, no surface commingle would be required.

Mike

**MICHAEL A. MCMILLAN**

Engineering Bureau, Oil Conservation Division

1220 south St. Francis Dr., Santa Fe NM 87505

O; 505.476.3448

[Michael.McMillan@state.nm.us](mailto:Michael.McMillan@state.nm.us)



November 22, 2016

OCD

Attn: Michael A. McMillian  
1220 South St. Francis Dr.  
Santa Fe, NM

RE: Ownership of Development Lands – Surface Commingling  
Berry, Bone Spring North – 5535 – Chief 30 State 1H  
Berry, Bone Spring North – 5535 – Chief 30 State 2H  
Berry, Bone Spring North – 5535 – Chief 30 State 3H  
Berry, Bone Spring North – 5535 – Chief 30 State 4H  
Section 30, Township 20 South, Range 35 East  
Lea County, NM.

To Whom it May Concern:

The above referenced wells have been drilled and were communitized under State Lease VB1539 and State Lease VB1540. Each of the proration units for the above referenced wells and leases mentioned herein have the exact same Working Interest, Royalty Interest and Overriding Royalty Interest. If you need any further information, you may contact me directly at 432-571-7806 or [celliott@cimarex.com](mailto:celliott@cimarex.com).

Sincerely,  
Cimarex Energy Co.

A handwritten signature in black ink, appearing to be "Cody Elliott", with a long horizontal stroke extending to the right.

Cody Elliott,  
Landman

2016 NOV 29 PM 2:15

RECEIVED COO