Aubrey Dunn COMMISSIONER

State of New Mexico Commissioner of Public Lands

COMMISSIONER'S OFFICE Phone (505) 827-5760 Fax (505) 827-5766 www.nmstatelands.org

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Mid-Continent Business Unit Chevron USA, Inc. ATTN: Mr. Michael Stewart 6301 Deauville Blvd. Midland, TX 79706

December 20, 2017

RE: 2017 Plan of Development/Operations Vacuum Grayburg San Andres Unit Lea County, NM

Dear Mr. Stewart:

The New Mexico State Land Office has this date approved the referenced Plan of Development/Operations. Our approval is subject to approval from all relevant agencies.

We may contact you at a later date regarding the following:

- The possibility of drainage by wells outside the unit area, and
- A need for further development of the unit.

Your <u>2018 Plan of Development/Operations</u> should include a map that illustrates both current and planned infrastructure for the unit: well locations, tank batteries, gathering systems, and any other facilities that may impact the surface of New Mexico State Trust lands.

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

Respectfully,

AUBREY DUNN

COMMISSIONER OF PUBLIC LANDS

AD/mg

cc: OCD – Daniel Sanchez

BLM – Chris Walls

Units and OGMD Reader Files