

Stephanie Garcia Richard COMMISSIONER

State of New Mexico Commissioner of Public Lands

310 OLD SANŤA 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

January 15, 2021

FAE II Operating LLC ATTN: Marshall Bates 11757 Katy Fwy, Ste. 1000 Houston, TX 77079

Re:

Application for Comingling and Off Lease Storage

Custer State #1, API No. 30-025-26501

POOLS: [79240] Jalmat; Tan-Yates-7 Rvrs. (Gas)

[37240] Langlie Mattix; 7 Rvrs-Q-Grayburg

Lea County, New Mexico

Dear Mr. Bates;

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

Since it appears that all the rules and regulations for the New Mexico Oil Conservation Division and the State Land Office have been compiled 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 if further assistance, please contact Commingling Manager Scott Dawson at 505.827.5791 or sdawson@slo.state.nm.us

Respectfully,

Stephanie Garcia Richard

Commissioner of Public Lands

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SGR/sd

cc: OCD – Mr. Leonard Lowe OGMD and Units Reader Files