

State of New Mexico

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Aubrey Dunn 2015 FEB - 4 P COMMISSIONER CO

January 28, 2015

310 OLD SANTA FE TRAIL P.O. BOX 1148 SANTA FE, NEW MEXICO 87504-1148

Commissioner of Public Lands

COMMISSIONER'S OFFICE

Phone (505) 827-5760 Fax (505) 827-5766 www.nmstatelands.org

673736

Midland, Texas 79707

Fasken Oil and Ranch, LTD. 6101 Holiday Hill Road

Attention: Ms. Kimberly A. Tyson

Re: Request Surface Lease Commingle Amended Laguna 16 State Sec 16-20S-32E Laguna State No. 2H API#30-025-40680 Laguna State No. 9H API#30-025-42132 Salt Lake; Bone Spring Pool (53560) Lea County, New Mexico

Dear Ms. Tyson:

We are in receipt of your application requesting to surface commingling the above mentioned wells in Lea County, New Mexico.

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. Please submit a copy of the NMOCD's approval to this office.

Our approval does not constitute the granting of any right of way or constitute rights not granted by the lease instrument.

Please submit a filing fee in the amount of \$30.00 dollars. When you provide a check as payment, you authorize the State of New Mexico to either use information from your check to make a one-time electronic fund transfer from your account or to process the payment as a check transaction.

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

Very truly yours,

AUBREY DUNN COMMISSIONER OF PUBLIC LANE

BY: Terry Warnell, Director AD/TW/sk cc: Reader File, OCD-Mr. Daniel Sanchez