

NMOCD Case # 9251 (Re-opened)  
December 2, 1987

DUGAN PRODUCTION CORP.'S EXHIBIT #7

Letters dated November 5 and 10, 1987  
and Receipts Certifying Delivery  
RE: Proposed Mancos Well  
Dugan Production Corp.'s Evans Com #1 Well  
Township 26 North, Range 2 West, NMPM  
Section 21: All  
Rio Arriba County, New Mexico

Distributed to:

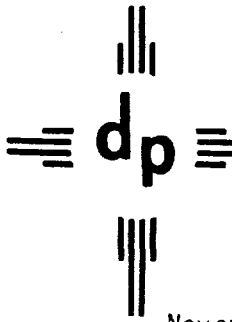
Johansen Energy Partnership  
7188 Envoy  
Dallas, Texas 75247

Peter C. Neumann  
P. O. Box 1170  
Reno, Nevada 89504-1170

Northwest Pipeline Corporation  
P. O. Box 8900  
Salt Lake City, Utah 84108-0900

Venada National  
ATTN: Ron D. Leineke, President  
2580 Sierra Blvd., Suite A  
Sacramento, California 95825

*From Michael  
Resnick*



# dugan production corp.

November 5, 1987

CERTIFIED, RETURN RECEIPT REQUESTED

Peter C. Neumann  
P. O. Box 1170  
Reno, Nevada 89504-1170

RE: Proposed Mancos Well  
Township 26 North, Range 2 West  
Section 21: SE/4 NW/4 - DPC's Evans Com #1 Well  
Section 28: NW/4 SE/4 - DPC's Bridge Com #1 Well  
Rio Arriba County, New Mexico

Gentlemen:

This letter is to request that you support the drilling of the captioned well by participating or trading its interest in the drillsite spacing unit.

We are enclosing a copy of the proposal sent to the other working interest owners along with the AFE and operating agreement. The interest of the parties needs to be changed to reflect your 11.53846% interest in both the W/2 NE/4 of Section 21 (= 1.44230% working interest of Section 21) and the SW/4 of Section 28 (= 2.88461% working interest of Section 28), by reducing Mesa Grande Resources, Inc.'s interest proportionately.

Our applications for compulsory pooling (copy enclosed) were heard November 4, 1987. The case covering Section 21 (Evans Com #1 Well) will be reopened on December 2, 1987 and the case covering Section 28 (Bridge Com #1 Well) was continued also to December 2, 1987.

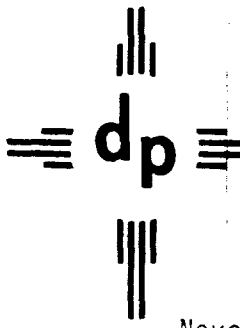
We would prefer to acquire an assignment covering your interest and request that you advise what terms would be acceptable to you. In the alternative, please execute and return the enclosed AFE and operating agreement at your earliest opportunity.

Sincerely,

Richard Corcoran, Landman

RC:jr

Enclosures



# dugan production corp.

November 5, 1987

CERTIFIED, RETURN RECEIPT REQUESTED

Venada National  
2580 Sierra Blvd. A  
Sacramento, California 95825

RE: Proposed Mancos Well  
Township 26 North, Range 2 West  
Section 21: SE/4 NW/4 - DPC's Evans Com #1 Well  
Section 28: NW/4 SE/4 - DPC's Bridge Com #1 Well  
Rio Arriba County, New Mexico

Gentlemen:

This letter is to request that Venada National support the drilling of the captioned well by participating or trading its interest in the drillsite spacing unit.

We are enclosing a copy of the proposal sent to the other working interest owners along with the AFE and operating agreement. The interest of the parties needs to be changed to reflect Venada's 7.03125% interest in both the W/2 NE/4 of Section 21 (= 0.87890% working interest in Section 21) and the SW/4 of Section 28 (= 1.75781% working interest of Section 28), by reducing Mesa Grande Resources, Inc.'s interest proportionately.

Our applications for compulsory pooling (copy enclosed) were heard November 4, 1987. The case covering Section 21 (Evans Com #1 Well) will be reopened on December 2, 1987 and the case covering Section 28 (Bridge Com #1 Well) was continued also to December 2, 1987.

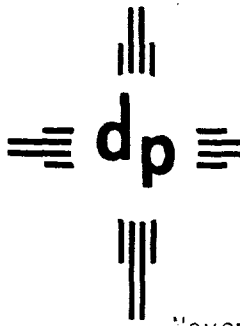
We would prefer to acquire an assignment covering your interest and request that you advise what terms would be acceptable to you. In the alternative, please execute and return the enclosed AFE and operating agreement at your earliest opportunity.

Sincerely,

Richard Corcoran, Landman

RC:jr

Enclosures



# dugan production corp.

November 5, 1987

CERTIFIED, RETURN RECEIPT REQUESTED

Johansen Energy Partnership  
7188 Envoy  
Dallas, Texas 75247

RE: Proposed Mancos Well  
Township 26 North, Range 2 West  
Section 21: SE/4 NW/4 - DPC's Evans Com #1 Well  
Section 28: NW/4 SE/4 - DPC's Bridge Com #1 Well  
Rio Arriba County, New Mexico

Gentlemen:

This letter is to request that Johansen Energy Partnership support the drilling of the captioned well by participating or trading its interest in the drillsite spacing unit.

We are enclosing a copy of the proposal sent to the other working interest owners along with the AFE and operating agreement. The interest of the parties needs to be changed to reflect Johansen Energy Partnership's 1.17187% interest in both the W/2 NE/4 of Section 21 (= 0.14648% working interest of Section 21) and the SW/4 of Section 28 (= 0.29296% working interest of Section 28), by reducing Mesa Grande Resources, Inc.'s interest proportionately.

Our applications for compulsory pooling (copy enclosed) were heard November 4, 1987. The case covering Section 21 (Evans Com #1 Well) will be reopened on December 2, 1987 and the case covering Section 28 (Bridge Com #1 Well) was continued also to December 2, 1987.

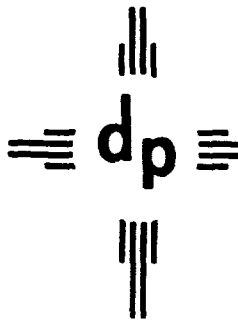
We would prefer to acquire an assignment covering your interest and request that you advise what terms would be acceptable to you. In the alternative, please execute and return the enclosed AFE and operating agreement at your earliest opportunity.

Sincerely,

Richard Corcoran, Landman

RC:jr

Enclosures



# dugan production corp.

November 10, 1987

Northwest Pipeline Corporation  
P. O. Box 8900  
Salt Lake City, Utah 84108-0900

RE: Proposed Mancos Well  
Township 26 North, Range 2 West  
Section 21: SE/4 NW/4 - DPC's Evans Com #1 Well  
Section 28: NW/4 SE/4 - DPC's Bridge Com #1 Well  
Rio Arriba County, New Mexico

Gentlemen: -

This is to advise that Dugan Production Corp. has made application for compulsory pooling (copy enclosed) covering all interest in the captioned lands.

Our initial requests were heard November 4, 1987, with the case covering Section 21 to be re-opened on December 2, 1987 and the case covering Section 28 being continued also to December 2, 1987.

Because Northwest Pipeline Corporation has an overriding royalty interest that is convertible to a working interest in both of these sections, we are advising you of our plans to pool said interest.

If you would like additional information concerning this matter, please advise.

Sincerely,

Richard Corcoran  
Landman

RC:jr

Enclosures

NO. 1087

**SENDER:** Complete items 1 and 2 when additional services are required.

Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent the card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available:

1/ ☐ Show to whom delivered, date, and address (Extra charge)

3. Article Addressed to:

Veneda National  
Attn: Mr. Leineke  
2580 Sierra Blvd. A  
Sacramento, CA 95825

5. Signature - Addressee  
X

6. Signature - Agent  
X *H. Beardley*

7. Date of Delivery  
11/25/87

Type of Service:  
☐ Registered ☐ Insured  
☒ Certified ☐ COD  
☐ Express Mail

Always obtain signature of addressee or agent and **DATE DELIVERED**.

8. Addressee's Address (ONLY if requested and fee paid)

PS Form 3811, Mar. 1987 \* U.S.G.P.O. 1987-178-268 DOMESTIC RETURN RECEIPT

P 298 298 144

RECEIPT FOR CERTIFIED MAIL

INSURANCE TO \$500.00  
WITH A \$2.00 FEE

See Reverse

Judy

PS Form 3800 June 1985

\* U.S.G.P.O. 1985 480 794

Veneda National	
2580 Sierra Blvd. A	
Sacramento, California 95825	
Postage	2.40
Certified Fee	.75
Media Delivery Fee	
Insured Delivery Fee	
Return Receipt (showing to whom and Date Delivered)	.70
Return Receipt (showing to whom and Address of Delivery)	
TOTAL Postage and Fees	3.85

N.M. 1987 144

Judy

**SENDER:** Complete Items 1 and 2 when additional services are desired, and complete Items 3 and 4.  
Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1. ☐ Show to whom delivered, date, and addressee's address. ☐ Restricted Delivery  
↑(Extra charge)↑ ↑(Extra charge)↑

3. Article Addressed to:

Johansen Energy Partnership  
7188 Envoy  
Dallas, Texas 75247

4. Article Number :  
P 298 298 145

Type of Service:  
☐ Registered ☐ Insured  
☒ Certified ☐ COD  
☐ Express Mail

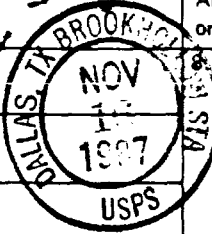
Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature — Addressee  
X

6. Signature — Agent  
X

7. Date of Delivery

8. Addressee's Address (ONLY if requested and fee paid)



PS Form 3811, Mar. 1987

★ U.S.G.P.O. 1987-178-268

DOMESTIC RETURN RECEIPT

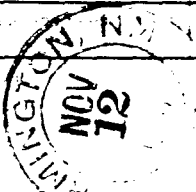
P 298 298 145

RECEIPT FOR CERTIFIED MAIL

U.S.G.P.O. 1985 480 / 294

Johansen Energy Partnership  
7188 Envoy  
Dallas, Texas 75247

2.40  
.75  
.70  
3.85



PS Form 3800 June 1985

Judy

Judy

**SENDER:** Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.

Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1. ☐ Show to whom delivered, date, and addressee's address. 2. ☐ Restricted Delivery  
†(Extra charge)† †(Extra charge)†

<b>3. Article Addressed to:</b>  Peter C. Neumann P.O. Box 1170 Reno, Nevada 89504-1170	<b>4. Article Number</b> P 298 298 143  <b>Type of Service:</b> <input type="checkbox"/> Registered <span style="margin-left: 50px;"><input type="checkbox"/> Insured</span> <input checked="" type="checkbox"/> Certified <span style="margin-left: 50px;"><input type="checkbox"/> COD</span> <input type="checkbox"/> Express Mail  Always obtain signature of addressee or agent and <b>DATE DELIVERED.</b>
<b>5. Signature - Addressee</b> X	<b>8. Addressee's Address (ONLY if requested and fee paid)</b>
<b>6. Signature - Agent</b> X	
<b>7. Date of Delivery</b> 11-17-87 VA	

PS Form 3811, Mar. 1987 \* U.S.G.P.O. 1987-178-258 **DOMESTIC RETURN RECEIPT**

P 298 298 143

RECEIPT FOR CERTIFIED MAIL

Peter C. Neumann	
P.O. Box 1170	
Reno, Nevada 89504-1170	
	2.40
	.75
	.70
	3.85

\* U.S.G.P.O. 1985-480-794  
  
 PS Form 3800 June 1985

Judy

ALBUQUERQUE, NM  
 NOV 12 1987



Judy

● **SENDER:** Complete Items 1 and 2 when additional services are desired, and complete Items 3 and 4.  
 Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered, date of delivery. For additional fees the following services are available. Consult postmaster for fee and check box(es) for additional service(s) requested.  
 1. ☐ Insured (Extra charge)† 2. ☐ Restricted Delivery (Extra charge)†

<b>3. Article Addressed to:</b>  Northwest Pipeline Corporation P.O. Box 8900 Salt Lake City, UT 84108-0900	<b>4. Article Number</b> P 488 636 949  <b>Type of Service:</b> <input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail  Always obtain signature of addressee or agent and <b>DATE DELIVERED.</b>
<b>5. Signature - Addressee</b> X <i>[Signature]</i>	<b>8. Addressee's Address (ONLY if requested and fee paid)</b>
<b>6. Signature - Agent</b> X	
<b>7. Date of Delivery</b> 11/16/87	

PS Form 3811, Mar. 1987

★ U.S.G.P.O. 1987-178-268

DOMESTIC RETURN RECEIPT

P-488 636 949

Northwest Pipeline Corp.

P.O. Box 8900

Salt Lake City, UT 84108-0900

.39

.75

.70

1.84



PS Form 3811, Mar. 1987