

STEPHANIE GARCIA RICHARD COMMISSIONER

State of New Mexico Commissioner of Public Lands 310 old santa fe trail p.o. box 1148 santa fe, new mexico 87504-1148

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

03/03/2025

DUGAN PRODUCTION CORP PO Box 420 Farmington, NM 87499

RE: Termination of HOLLY COM WELL #90

To Whom It May Concern:

Please be advised that the HOLLY COM WELL #90 Communitization Agreement, API 30-45 -35279, pool 71629 , has been terminated effective 02/28/2025. Please advise all interested parties of this action.

Any further production from the communitized zone after the date of expiration will constitute trespass and will be subject to 8/8ths royalty forfeiture to the State Land Office, along with all other penalties available under law. Please further note that, if this was the only producing zone of the well, the well will need to be properly plugged and abandoned, per 19.15.25 NMAC.

If you have any questions, please call the State Land Office at (505) 827-6628, or contact us at:

NM State Land Office Oil, Gas and Minerals Leasing Division P.O. Box 1148 Santa Fe, NM 87504-1148 O&GComms@nmslo.gov

Gregory B. Bloom Assistant Commissioner of Mineral Resources