

UNITED STATES
DEPARTMENT OF THE INTERIOR
GEOLOGICAL SURVEY

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK

DRILL ☒DEEPEN ☐PLUG BACK ☐

b. TYPE OF WELL

OIL
WELL ☐GAS
WELL ☒OTHER ☐SINGLE
ZONE ☐MULTIPLE
ZONE ☐

2. NAME OF OPERATOR

Jerome P. McHugh

3. ADDRESS OF OPERATOR

P. O. Box 234, Farmington, NM 87401

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)*

At surface

790' FNL - 990' FWL

At proposed prod. zone

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE*

25 miles southwest of Dulce, NM

15. DISTANCE FROM PROPOSED*

LOCATION TO NEAREST
PROPERTY OR LEASE LINE, FT.
(Also to nearest drig. unit line, if any)

790'

16. NO. OF ACRES IN LEASE

640

18. DISTANCE FROM PROPOSED LOCATION*

TO NEAREST WELL, DRILLING, COMPLETED,
OR APPLIED FOR, ON THIS LEASE, FT. approx. 1/2 mile

19. PROPOSED DEPTH

4300'

17. NO. OF ACRES ASSIGNED
TO THIS WELL

160

20. ROTARY OR CABLE TOOLS

Rotary

21. ELEVATIONS (Show whether DF, RT, GR, etc.)

7213' GR

22. APPROX. DATE WORK WILL START*

3-15-78

23.

PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
12-1/4"	8-5/8"	24#	180'	125/sx
7-7/8"	4-1/2"	10.5#	4300'	600/sx

Plan to drill well to test the Pictured Cliffs formation using mud as a circulating medium. Plan to run open hole logs, set 4-1/2" casing thru the Pictured Cliffs formation, selectively perforate, frac, cleanout. after frac, run tubing and complete well.



IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

24.

SIGNED

Thomas A. Dugan

TITLE

Petroleum Engineer

DATE

1-26-78

(This space for Federal or State office use)

PERMIT NO.

APPROVAL DATE

APPROVED BY

TITLE

DATE

CONDITIONS OF APPROVAL, IF ANY:

*See Instructions On Reverse Side

GEOLOGICAL SURVEY
FEB 7 1978

**NEW MEXICO OIL CONSERVATION COMMISSION
WELL LOCATION AND ACREAGE DEDICATION PLAT**

Form C-102
Supersedes C-128
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

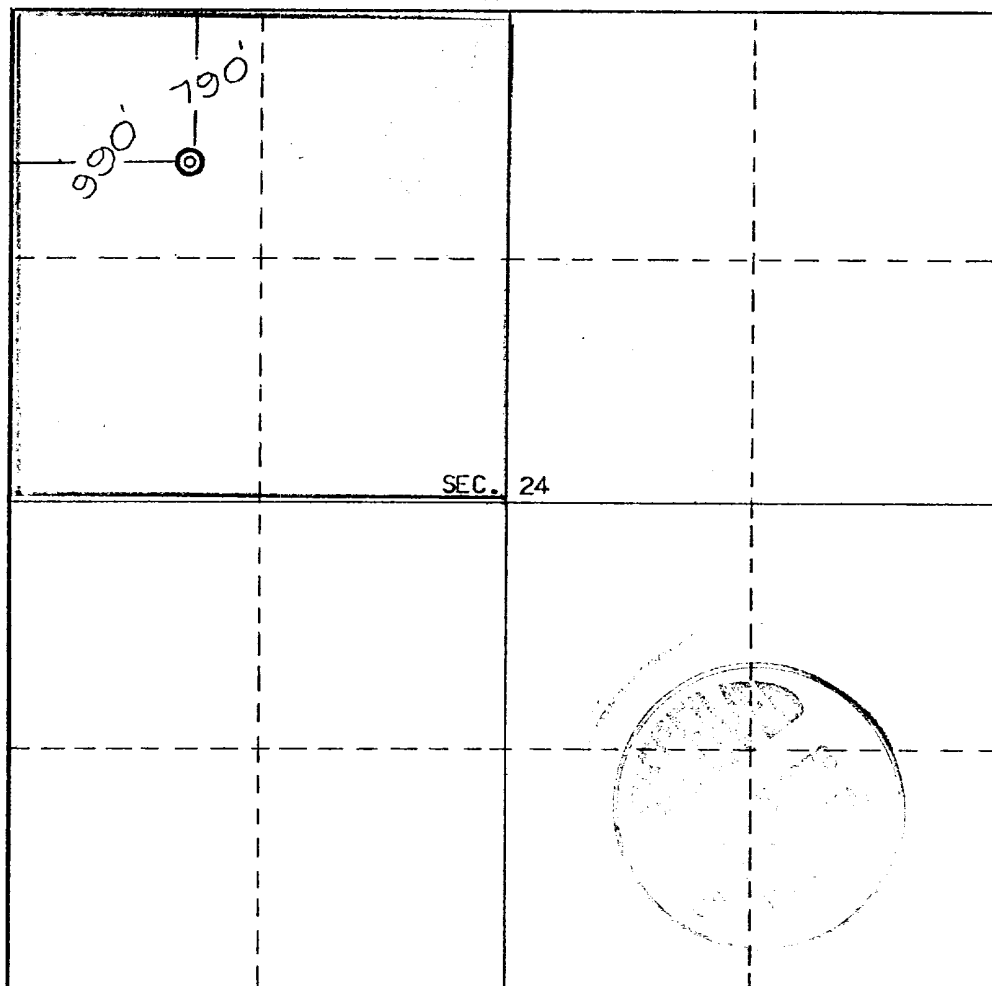
Operator Jerome P. McHugh			Lease Valencia Canyon Unit		Well No. #38
Unit Letter D	Section 24	Township 28 North	Range 4 West	County Rio Arriba	
Actual Footage Location of Well:					
790 feet from the North line and		990 feet from the West line			
Ground Level Elev. 7213	Producing Formation Pictured Cliffs	Pool Choza Mesa <i>ext</i>	Dedicated Acreage: 160 Acres		

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.
2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).
3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

☐ Yes ☐ No If answer is "yes," type of consolidation _____

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) _____

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.



CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

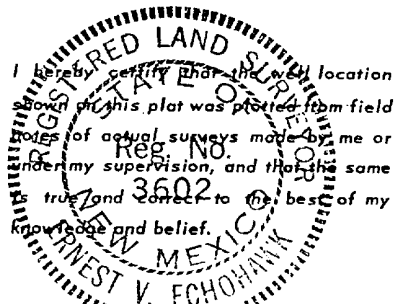
Thomas A. Dugan
Name

Thomas A. Dugan

Position
Petroleum Engineer

Company
Dugan Production Corp.

Date
1-26-78

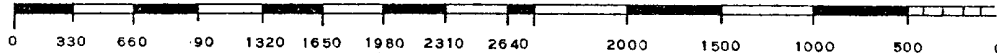


Date Surveyed
September 25, 1977

Registered Professional Engineer
and/or Land Surveyor

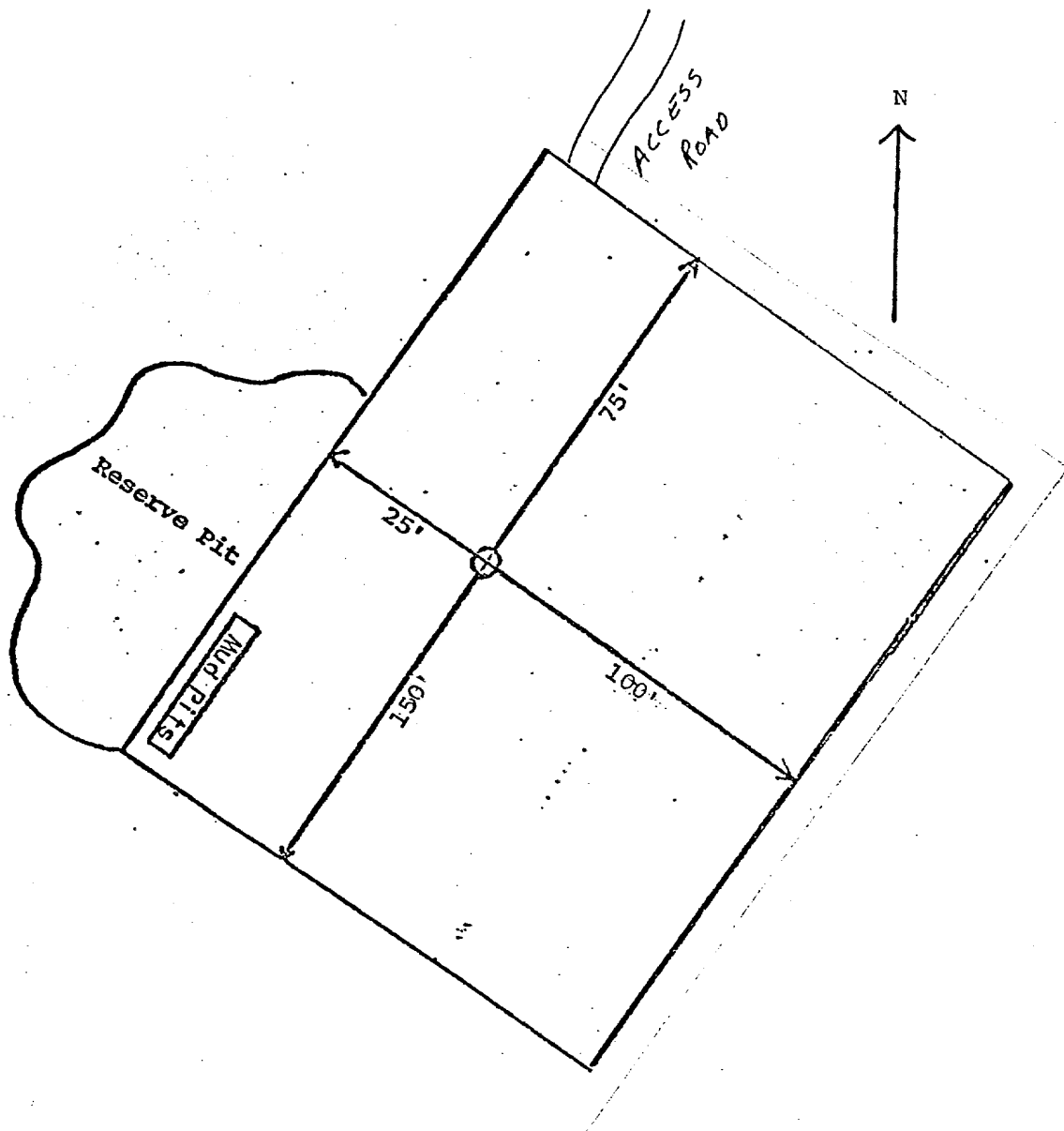
E. V. Echohawk

Certificate No. **3602**
E.V. Echohawk



Jerome P. McHugh

Valencia Canyon Unit #38



DEVELOPMENT PLAN

Jerome P. McHugh

Valencia Canyon Unit #38

1. Existing roads are shown on attached plat.
2. Planned access from existing road approximately 3000' to new location. Will leave natural grass and small vegetation on roadway. Will remove large brush or trees from road. Do not plan to make road grade or bar ditches. Will bottom-out any arroyo we cross and not install culverts.
3. Location of well: 790' FNL - 990' FWL
Section 24, T28N, R4W
Rio Arriba County, NM
4. One additional well(s) planned on this lease at this time.
5. Separator and flow line will be located within 50' of wellhead.
6. Water will be secured from La Jara Wash or Carrizo Wash.
7. Waste materials will be buried on location or in reserve pit.
8. No permanent camp is planned; trailer house will be used on location while drilling.
9. Do not plan to build airstrip.
10. See attached plat for proposed location layout.
11. Will clean up location, fill and level pits, level ruts in road, reseed location and road with Seed Mixture #2 and paint equipment with Pinon Green.
12. Operator's Representative:
Thomas A. Dugan
Box 234
Farmington, New Mexico 87401
13. Certification: The following statement must be signed by the lessee's or operator's field representative who is identified in Item #12 of the Plan:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions which presently exist; that the statements made in this Plan are, to the best of my knowledge, true and correct; and, that the work associated with the operations proposed herein will be performed by _____

Jerome P. McHugh

and its contractors and subcontractors in conformity with this Plan and the terms and conditions under which it is approved.

Date: 1-26-78

Thomas A. Dugan
Thomas A. Dugan
Professional Petroleum Engineer

