

50 YEARS



TONEY ANAYA
GOVERNOR

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

December 17, 1985



1935 - 1985

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5830

Dugan Production Corporation
P. O. Box 208
Farmington, New Mexico 87499-0208

Attention: Sherman E. Dugan

Administrative Order NSL-2206

Gentlemen:

Reference is made to your application for a non-standard location for your KR No. 14 well to be located 330 feet from the North line and 400 feet from the East line of Section 29, Township 27 North, Range 13 West, NMPM, Gallegos-Gallup Pool, San Juan County, New Mexico. The E/2 NE/4 of said Section 29 shall be dedicated to the well.

By authority granted me under the provisions of Rule 104 F(I), the above-described unorthodox location is hereby approved.

Sincerely,

R. L. STAMETS, DIRECTOR

RLS/DC/dr

cc: Oil Conservation Division - Aztec
Bureau of Land Management - Farmington

RECEIVED
DEC 20 1985
OIL CON. DIV.
DIST. 3



ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178

OIL CONSERVATION DIVISION
BOX 2088
SANTA FE, NEW MEXICO 87501

DATE 12-6-85

RE: Proposed MC _____
Proposed DHC _____
Proposed NSL X _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____

Gentlemen:

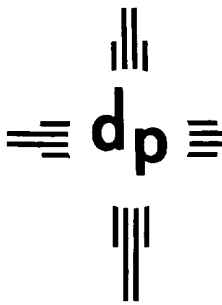
I have examined the application dated 11-25-85
for the Dugan Prod. Corp. RR #14 A-29-27N-13W
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Approved

Yours truly,

[Signature]



dugan production corp.

November 21, 1985

Frank Chavez
New Mexico Oil Conservation Division
1000 Rio Brazos Rd.
Aztec, NM 87410

RE: Application for Administrative Approval of Unorthodox Location for
Dugan Production Corporation's KR #14
330' FNL - 400' FEL, Sec. 29, T27N, R13W, NMPM
San Juan County, NM - Gallup Test

Dear Mr. Chavez:

We hereby request approval of an unorthodox location for the subject well.
Copies of the well location plat, topographic map and a production map
showing offsetting operators are attached for your reference.

The unorthodox location is necessary due to proposed pivot arm radius prohibits
placement of pump jack on an orthodox location. Dugan Production has intentionally
placed the well at this location to avoid planned cultivated fields.

A copy of this application is being submitted to all offsetting operators by
certified mail with a request that they furnish your office with a waiver of
objection.

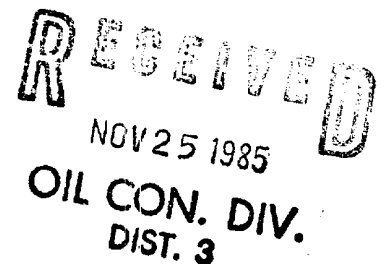
We request your approval of this location under the provisions of NMOCD Rule 104-F.

Sincerely,

Sherman E. Dugan
Agent

SED/cg

cc: Bureau of Land Management - Farmington, NM
Merrion Oil & Gas Corp.



WAIVER

Merrion Oil & Gas Corp. hereby waives objection to the above application for
unorthodox location.

Date

By:

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

Operator Dugan Production Corporation		Lease K R		Well No. 14
Unit Letter A	Section 29	Township 27 North	Range 13 West	County San Juan
Actual Footage Location of Well: 330 feet from the North line and 400 feet from the East line				
Ground Level Elev. 6061	Producing Formation Gallup	Pool Gallegos Gallup Ext.	Dedicated Acreage: 80 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 Division.

CERTIFICATION

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

Sherman E. Dugan
Name
Sherman E. Dugan

Position
Geologist

Company
Dugan Production Corp.

Date
8-7-85

EDGAR L. RISENHOVER
NEW MEXICO
5979
I, the undersigned, being a duly qualified and licensed land surveyor, have surveyed the location shown on this plat and placed on field notes of actual survey made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed

July 29, 1985

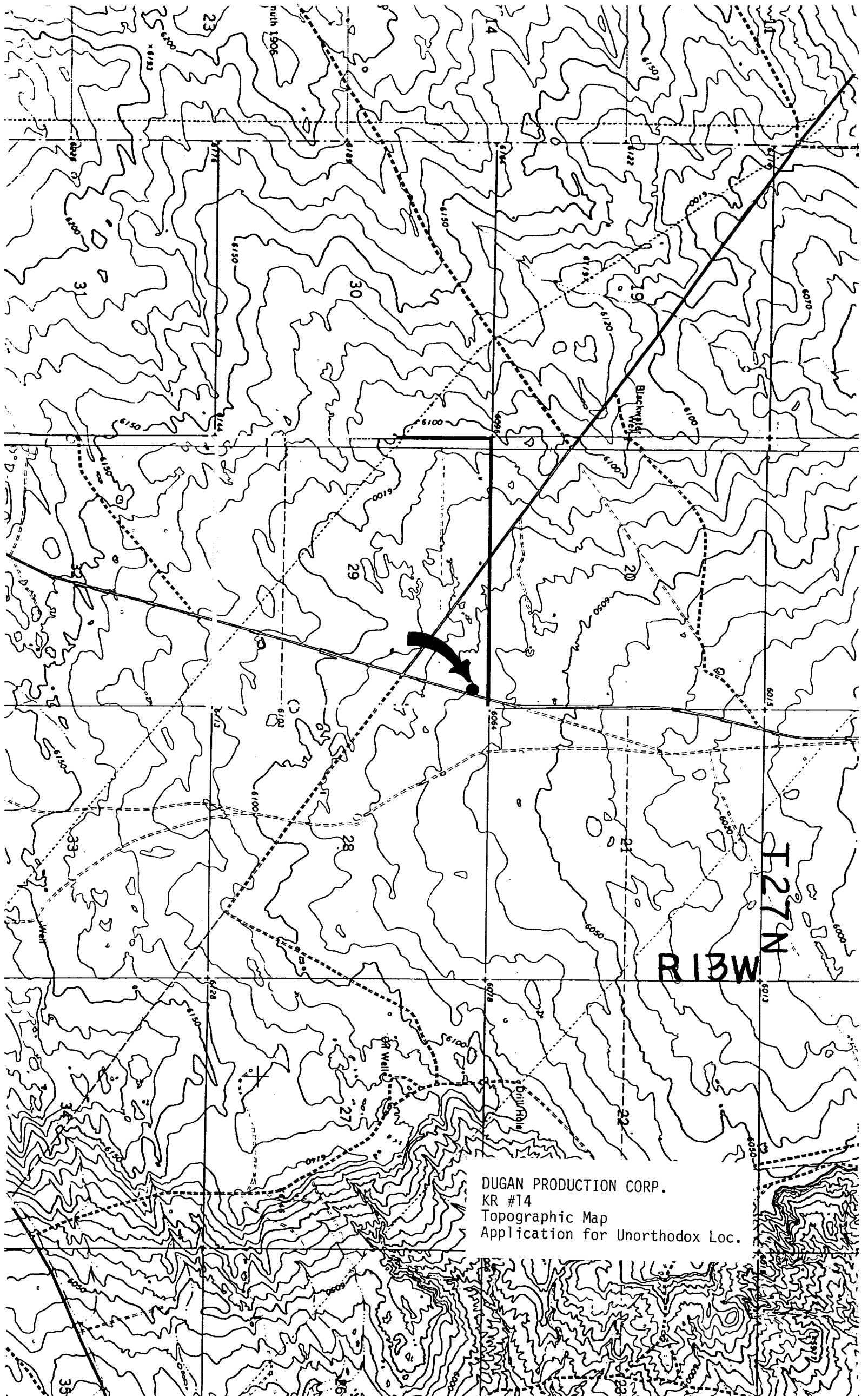
Registered Professional Engineer
and/or Land Surveyor

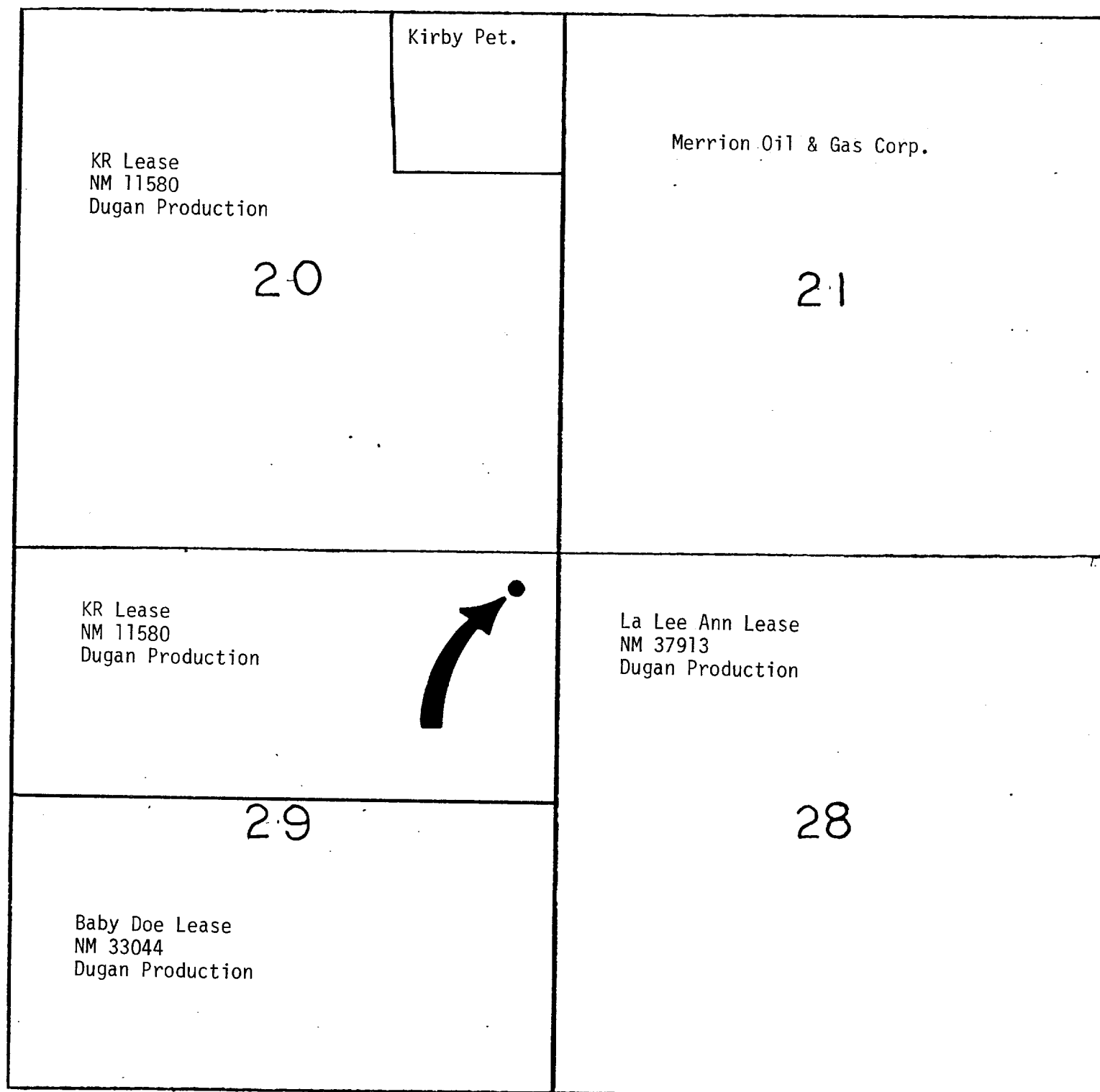
Edgar L. Risenhoover

Certificate No. 5979

Edgar L. Risenhoover, L.S.







APPLICATION FOR
UNORTHODOX LOCATION
OFFSETTING OPERATORS

DUGAN PRODUCTION CORP.
KR #14
330' FNL - 400' FEL
Sec. 29, T27N, R13W, NMPM
San Juan County, NM