

3E COMPANY, INC.

Engineering • Energy • Exploration

P. O. Box 190 -- 505/327-4020

FARMINGTON, NEW MEXICO 87401

September 21, 1976

RECEIVED
SEP 23 1976
NEW MEXICO OIL CONSERVATION COMM.
Santa Fe

NSL-794
104 F
New Oct 13

New Mexico Oil Conservation Commission
P.O. Box 2088
Santa Fe, New Mexico 87501

Attention: Secretary - Director

RE: Non-Standard Location
Kirby Exploration Company
Armour Federal #1Y
1350' FWL and 970' FNL
Sec 4 - 26N - 13W
WAW Picture Cliff Extension

Gentlemen:

By means of this letter we wish to request administrative approval for the non-standard location of the captioned well. The well is inside the 130 foot requirement distance from the quarter - quarter section line.

The Armour Federal #1Y was originally staked as the Armour Federal #1, which was junked and abandoned on 5-30-76. The well is on land that is part of the Navajo Indian Irrigation Project. The Bureau of Indian Affairs (see enclosed letter) requested that the location be moved so as to cause the least amount of interference with the proposed sprinkling activities in the area. The attached map shows that the Bureau of Indian Affairs plans to run their main water supply line along the quarter - quarter section lines and route their sprinkler systems perpendicular to this main supply line. If the well is located close to the supply line then it will not interfere with the sprinklers.

Aztec Oil and Gas Company, the offsetting lease holder, has been notified by certified mail. Since the well is within spacing regulations concerning outer boundaries of the lease, we do not feel that approval of this location will cause any harm to the offsetting lease holders.

Should you need further information, please advise.

Yours very truly,



William T. Jones

WTJ:kj

Enclosures

cc: A. R. Kendrick, Aztec



UNITED STATES
DEPARTMENT OF THE INTERIOR

RESOURCES
Irrigation (NIIP)

BUREAU OF INDIAN AFFAIRS
NAVAJO INDIAN IRRIGATION PROJECT
P. O. Box 2157
Farmington, New Mexico 87401

May 5, 1976

Mr. A. R. Kendrick
New Mexico State Oil
Conservation Commission
1000 Rio Brazos Road
Aztec, New Mexico 87410

Dear Mr. Kendrick:

The Navajo Indian Irrigation Project is now being developed as an all-sprinkler irrigation project.

In order to cause the least amount of interference with sprinkling activities it is necessary to locate some oil and gas wells at locations other than standard.

Within the Navajo Indian Irrigation Project area, we are working with the oil and gas companies in an effort to locate wells so that they will have the least amount of interference with farming activities and also with oil and gas operations. Therefore, we will appreciate your cooperation in approving these non-standard locations wherever possible.

Thank you for your cooperation in this matter.

Sincerely yours,

J. Christensen
Project Engineer

N. 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.

SEP 28 1976
OIL CONSERVATION COMMISSION

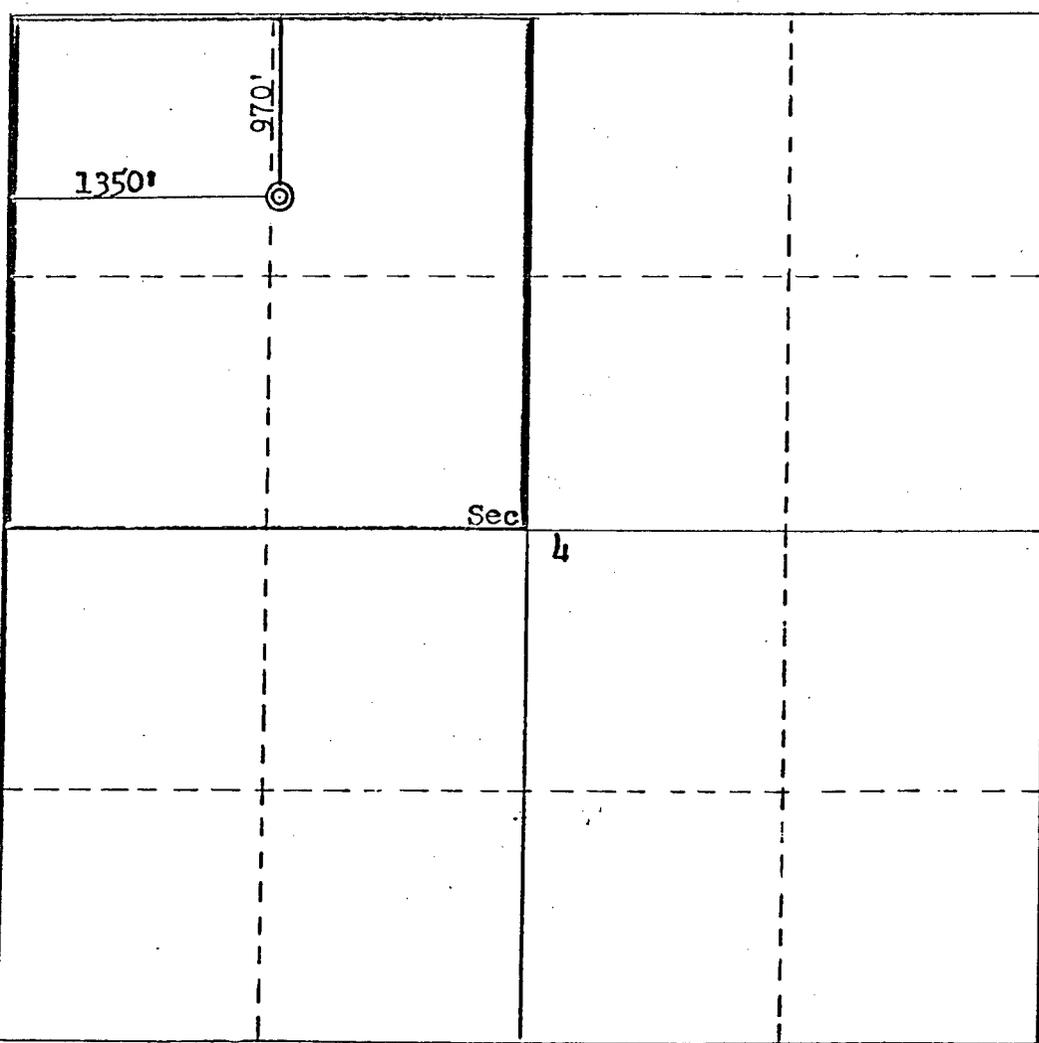
Operator Kirby Exploration Company			Lease Armour-Federal		Well No. 1-1Y
Unit Letter C	Section 4	Township 26N	Range 13W	County San Juan	
Actual Footage Location of Well:					
970 feet from the North line and		1350 feet from the West line			
Ground Level Elev. 6186	Producing Formation Picture Cliff	Pool WAW Extension	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.

Jack D. Cook
Jack D. Cook

Name
Agent

Position
Kirby Exploration Co.

Company
Date
May 28, 1976

Date

I hereby certify that the well location shown on this plat was plotted from field notes of actual surveys 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
May 27, 1976

Registered Professional Engineer and/or Land Surveyor

Fred B. Kerr, Jr.
Fred B. Kerr, Jr.

Certificate No.
3950



3E COMPANY, INC.

Engineering • Energy • Exploration

P. O. Box 190 -- 505/327-4020

FARMINGTON, NEW MEXICO 87401

September 27, 1976

Dugan Production Company
P.O. Box 234
Farmington, N.M. 87401

RE: Non-Standard Location
Kirby Exploration Company
Armour Federal #1-Y
1350' FWL and 970' FNL
Sec 4 - 26N - 13W
WAW Picture Cliff Extension

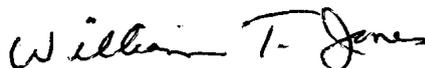
Gentlemen:

Please find enclosed a copy of the application to the state of New Mexico for approval of the non-standard location of the captioned well. The application is self-explanatory and should cause no harm to offset operators.

If you have no objection to the above location, please indicate so by signing two copies of this letter in the space provided. Please return one copy to us and forward the other copy to the New Mexico Oil Conservation Commission.

If further information is needed, please advise.

Yours truly,



William T. Jones

WTJ:kj

Enclosure

APPROVE:



Dugan Production Corp. Company

OIL CONSERVATION COMMISSION
Coyles DISTRICT

RECEIVED
SEP 28 1976
OIL CONSERVATION COMM.
Santa Fe

OIL CONSERVATION COMMISSION
BOX 2088
SANTA FE, NEW MEXICO

DATE 9-23-76

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

Jim Kaptina

Gentlemen:

I have examined the application dated 9-21-76
for the Libby Exploration Co. Armour Id #14 C-4-26N-13W
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Approve

Yours very truly,

AK Kendrick