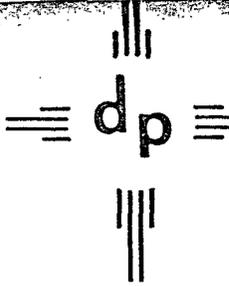


Release Immediately  
above in.

By DAC



# dugan production corp.

November 21, 1985

NSL-2205  
RULE-104(FE)

**RECEIVED**  
NOV 25 1985  
OIL CON. DIV.  
DIST. 3

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 #15  
2310' FSL - 330' FEL, Sec. 20, T27N, R13W, NMPM  
San Juan County, NM - Gallup Test

*Callegas Gallup Pool  
80 Acres dedicated  
E12 SE14 Section 20*

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  
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.

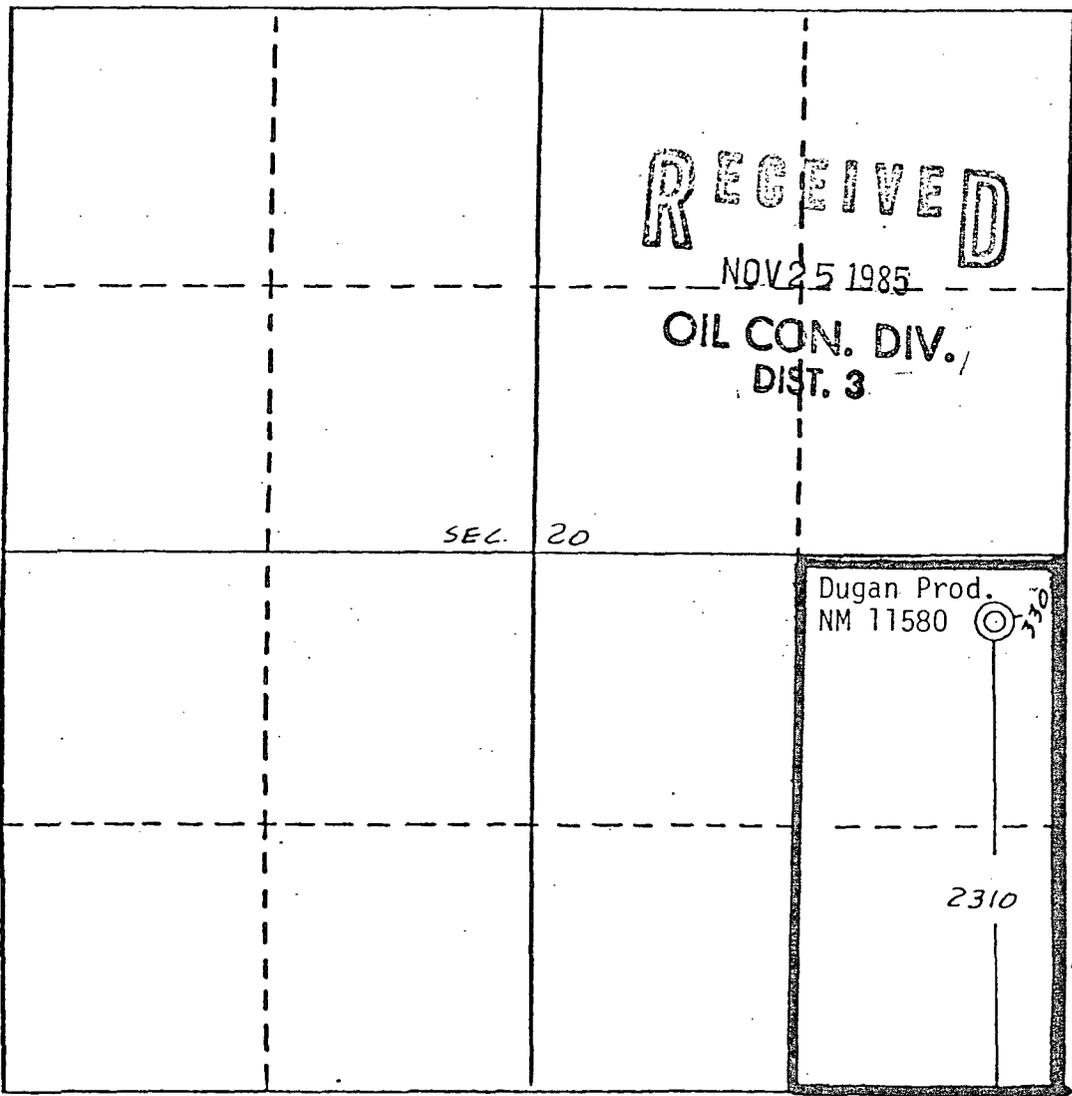
Dugan Production Corporation		Lubse		Well No. 15	
Section 20	Township 27 North	Range 13 West	County San Juan		
Actual Footage Location of Well: 2310 feet from the South line and 330 feet from the East line					
Ground Level Elev. 6094	Producing Formation Gallup	Pool Gallegos Gallup Ext.	Dedicated Acreage: 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 communization, 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 communization, 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.

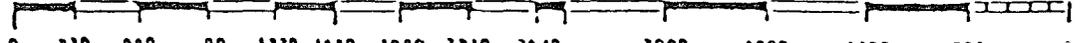
*Sherman E. Dugan*

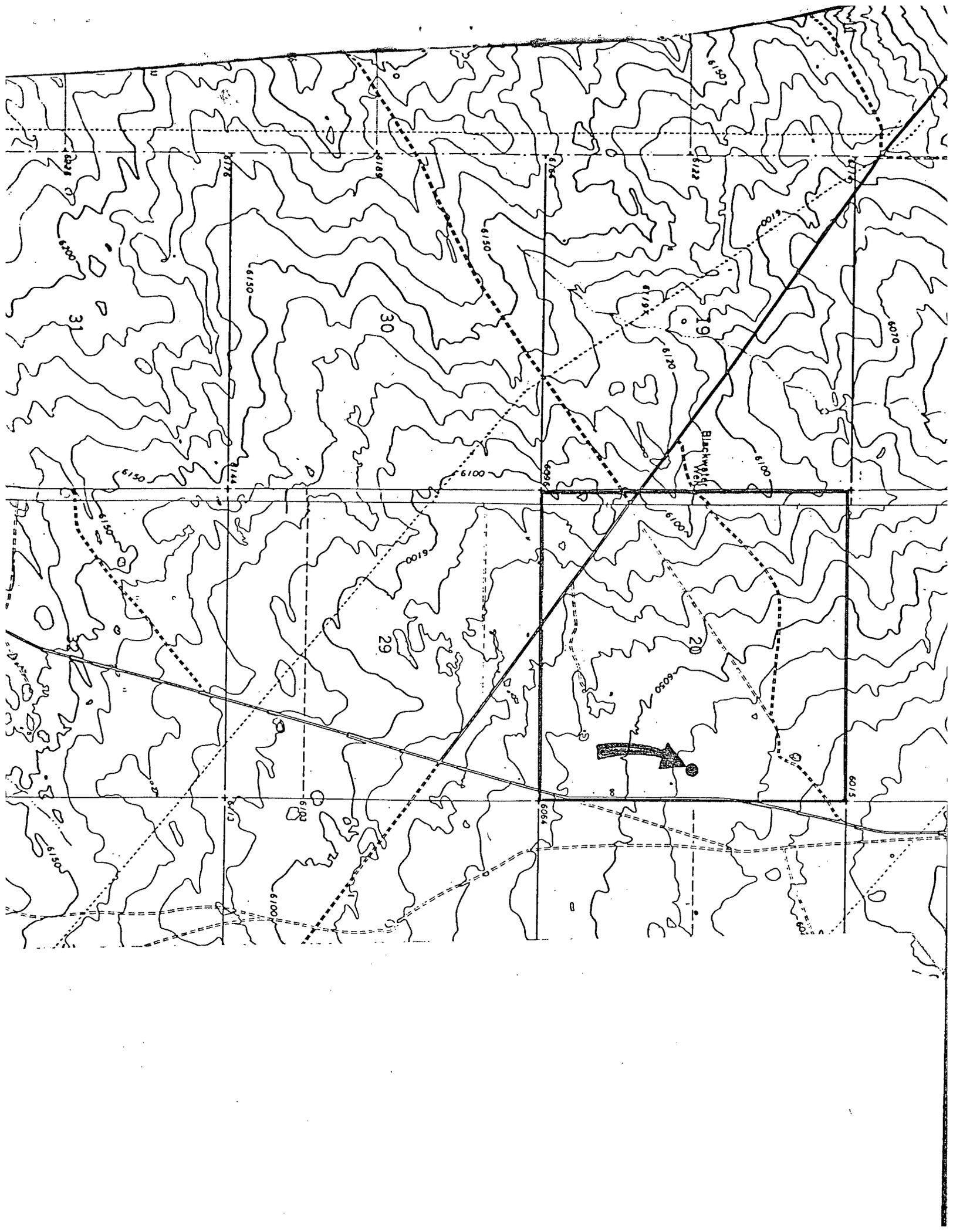
Name Sherman E. Dugan  
 Position Geologist  
 Company Dugan Production Corp.  
 Date 8-7-85

EDGAR L. RISENHOOVER  
 REGISTERED LAND SURVEYOR  
 NEW MEXICO  
 5979

Date Surveyed July 29, 1985  
 Registered Professional Engineer and/or Land Surveyor

*Edgar L. Risenhoover*  
 Certificate No. 5979  
 Edgar L. Risenhoover, P.E.

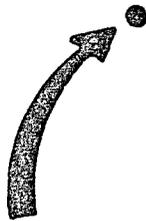




Kirby Pet.

KR Lease  
NM 11580  
Dugan Production Corp.

20



Merrion Oil & Gas Corp.

21

KR Lease  
NM 11580  
Dugan Production Corp.

29

Baby Doe Lease  
NM 33044  
Dugan Production Corp.

La Lee Ann Lease  
NM 37913  
Dugan Production Corp.

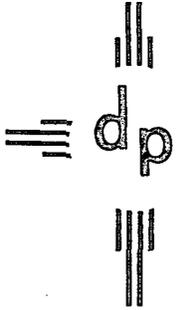
28

APPLICATION FOR  
UNORTHODOX LOCATION  
OFFSETTING OPERATORS

DUGAN PRODUCTION CORP.  
KR #15  
2310' FSL - 330' FEL  
Sec. 20, T27N, R13W, NMPM  
San Juan County, NM

David  
Catanaech By WRC

dugan production corp.



NSL-2285 November 21, 1985  
Rule-104 F(I)  
RECEIVED  
DEC 04 1985  
OIL CONSERVATION DIVISION  
SANTA FE

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

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Gallup Gallup Pool  
80 Acres dedicated  
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Sincerely,

*Sherman E. Dugan*

Sherman E. Dugan  
Agent

SED/cg

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

RECEIVED  
NOV 27 1985  
OIL CON. DIV.  
DIST. 3

WAIVER

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

\_\_\_\_\_  
Date

*Roger Merrion*  
By: \_\_\_\_\_

**SIGN & RETURN  
THIS COPY** to

NMOC D - Frank Chavez

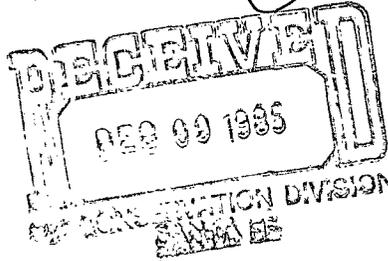
STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION  
AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD  
AZTEC, NEW MEXICO 87410  
15051 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 \_\_\_\_\_



*David Catonach*

Gentlemen:

I have examined the application dated 11-25-85  
for the Dugan Prod. Corp. KR # 15 I-20-27N-13W  
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

*Approved*  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Yours truly,

*Ed Buxch*