

# dugan production corp.

December 20, 1979

Joe D. Ramey  
Division Director  
New Mexico Oil Conservation Division  
Box 2088  
Santa Fe, New Mexico 87501

Re: Application for Administrative  
Approval of Unorthodox Location  
for the Lively #2E Well

NSL - 1135  
Lively Exploration Co  
Rule 3 R 1670 V  
1-15-80

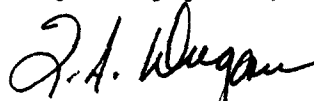
Dear Mr. Ramey:

Enclosed please find three copies of the Application for Administrative Approval of the Unorthodox Location for the Lively #2E Well, which application includes a plat showing the ownership of all leases offsetting this spacing unit for which the unorthodox location is sought, and all wells completed thereon, and a plat illustrating the existent topographical conditions necessitating an unorthodox location for this well.

Copies of this application are being submitted to all offset operators by certified mail with a request that they furnish your office with a waiver of objection.

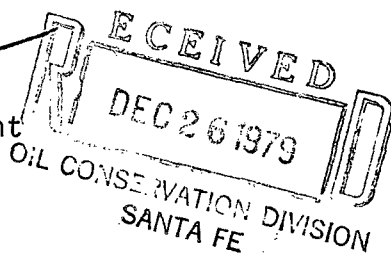
Please advise if you should need more information.

Very truly yours,

  
Thomas A. Dugan  
Agent for Applicant

TAD:TR:eb

Enclosures



APPLICATION FOR ADMINISTRATIVE APPROVAL  
OF UNORTHODOX LOCATION

Applicant: Lively Exploration Company  
1010 First City National Bank Bldg.  
Houston, Texas 77002

Name of Well: Lively #2E

Land Dedicated to the Well: Township 28 North, Range 8 West, N.M.P.M.  
Section 21: N $\frac{1}{2}$   
  
Containing 320 acres, more or less  
San Juan County, New Mexico

Proposed Unorthodox Location: Township 28 North, Range 8 West, N.M.P.M.  
Section 21: 1440' FNL - 240' FEL  
  
(Unit Letter H)  
San Juan County, New Mexico

Reason for Unorthodox Location: Topographical conditions identified by  
the Bureau of Land Management - standard  
location would place well on the tip of  
a ridge.

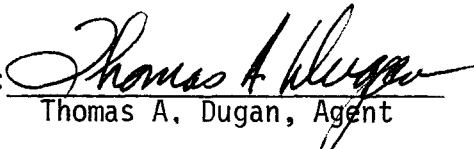
Offsetting Leases and Operators  
and Well Completions: See Exhibit A attached hereto and  
incorporated herein by reference.

Existent Topographical Conditions: See Exhibit B attached hereto and  
incorporated herein by reference.

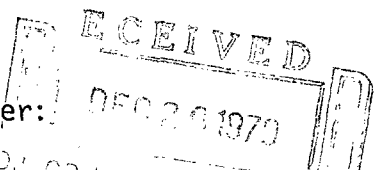
New Mexico Oil Conservation  
Division Rule Authorizing  
Application: Rule 104-F

Lively Exploration Company

BY:

  
Thomas A. Dugan, Agent

Waiver:

  
hereby acknowledges receipt of the Application  
for Administrative Approval of Unorthodox Location filed by Lively Exploration  
Company herein and hereby waives objection to Lively Exploration Company's  
Application for Administrative Approval of Unorthodox Location for their  
Lively #2E Well as proposed herein.

BY: \_\_\_\_\_

Date: \_\_\_\_\_

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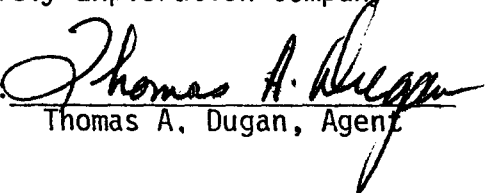
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New Mexico Oil Conservation  
Division Rule Authorizing  
Application: Rule 104-F

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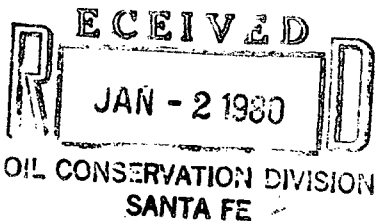
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New Mexico Oil Conservation  
Division Rule Authorizing  
Application: Rule 104-F



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Lively Exploration Company

BY: Thomas A. Dugan  
Thomas A. Dugan, Agent

BY: John A. Adkins

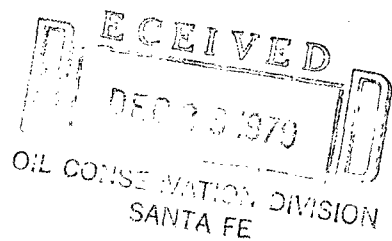
Date: December 27, 1979

Joe D. Ramey  
December 20, 1979  
Page Two

cc: Al R. Kendrick  
Supervisor, District III Office  
New Mexico Oil Conservation Division  
1000 Rio Brazos Road  
Aztec, New Mexico 87410

David M. Poage  
Senior Landman  
El Paso Natural Gas Company  
Box 990  
Farmington, New Mexico 87401

J. F. Gavlick  
Division Landman  
Tenneco Oil Company  
Penthouse  
720 South Colorado Boulevard  
Denver, Colorado 80222



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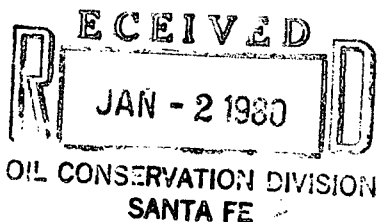
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Lively Exploration Company

BY: Thomas A. Dugan  
Thomas A. Dugan, Agent

BY: John A. Adkins

Date: December 27, 1979





Dedicated Acreage



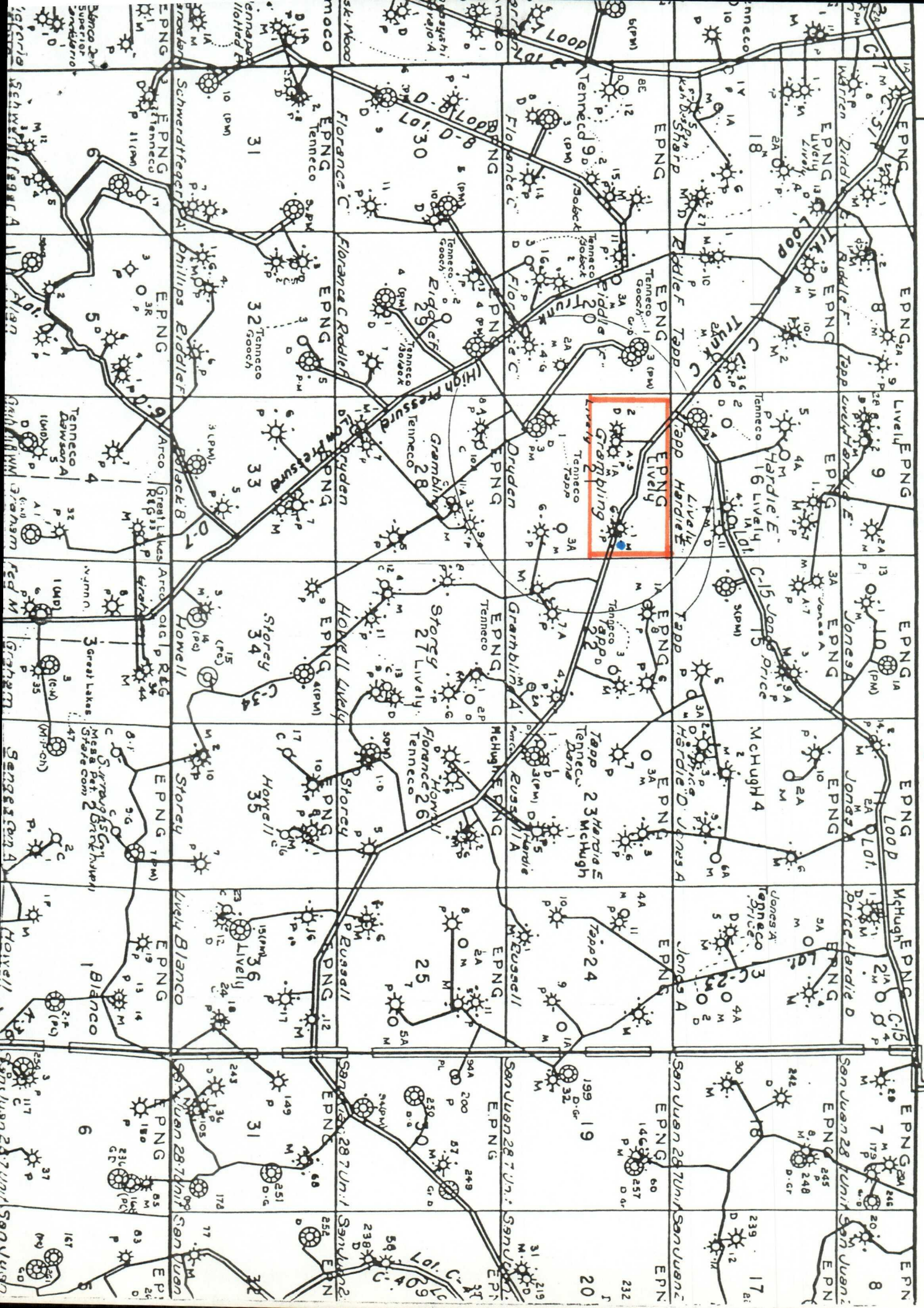
Location as originally proposed



Proposed unorthodox location







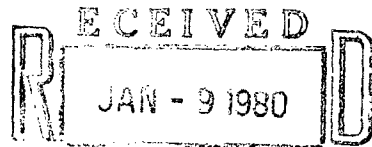


OIL CONSERVATION COMMISSION  
Alameda DISTRICT

OIL CONSERVATION COMMISSION  
BOX 2088  
SANTA FE, NEW MEXICO

DATE 12-31-79

RE: Proposed MC \_\_\_\_\_  
Proposed DHC \_\_\_\_\_  
Proposed NSL \_\_\_\_\_  
Proposed SWD \_\_\_\_\_  
Proposed WFX \_\_\_\_\_  
Proposed PMX \_\_\_\_\_



OIL CONSERVATION DIVISION  
SANTA FE

Gentlemen:

I have examined the application dated 12-20-79  
for the Lively Exploration Co. Lively #2E H-21-28N-86W  
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

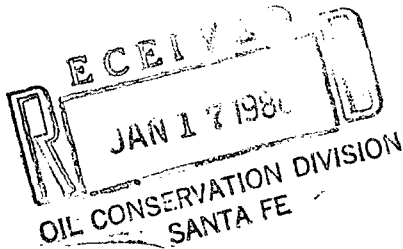
Approve  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

Yours very truly,

AR Kendrick

**Tenneco Oil**  
A Tenneco Company

Penthouse  
720 South Colorado Blvd.  
Denver, Colorado 80222  
(303) 758-7130



January 4, 1980

Dugan Production Corp.  
709 Bloomfield Road  
P.O. Box 208  
Farmington, New Mexico 87401

Attention: Thomas A. Dugan


Re: Application for Administrative  
Approval of Unorthodox Location  
for the Lively #2E Well

Gentlemen:

In reference to the above captioned well, Tenneco Oil Company has  
no objection to the granting of an unorthodox location.

Very truly yours,

TENNECO OIL COMPANY

  
J. M. Lacey  
Division Production Manager

JML:RJG:sh

cc: Joe D. Ramey, Div. Director  
New Mexico Oil Conservation Division  
Box 2088  
Santa Fe, New Mexico 87501

Date: 1-13-80