

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION

August 12, 1981

POST OFFICE BOX 2088 STATE LAND OFFICE BUILDING SANTA FE, NEW MEXICO 87501 (505) 827-2434

BRUCE KING GOVERNOR LARRY KEHOE SECRETARY

> Dugan Production Corp. P. O. Box 208 Farmington, New Mexico 87401

Attention: Jerome P. McHugh, Jr.

Administrative Order NSL-1392

Gentlemen:

Reference is made to your application on behalf of Jerome P. McHugh for a non-standard location for his Negro Canyon Well No. 1 to be located 2300 feet from the North line and 160 feet from the West line of Section 7, Township 31 North, Range 7 West, NMPM, Basin-Dakota Pool, San Juan County, New Mexico.

By authority granted me under the provisions of Rule 3 of Order No. R-1670, the above-described unorthodox location is hereby approved.

Sincerely,

JOE D. RAMEY, Director

JDR/RLS/dr

cc: Oil Conservation Division - Aztec
Oil & Gas Engineering Committee - Hobbs
U. S. Geological Survey - Farmington