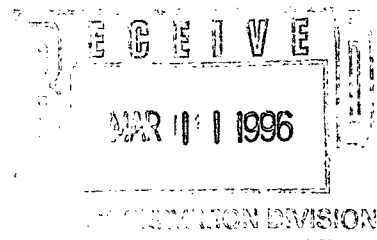


# dugan production corp.

March 7, 1996



Mr. Michael E. Stogner  
New Mexico Oil Conservation Division  
2040 South Pacheco Street  
Santa Fe, NM 87505

**Subject: Administrative Approval of Unorthodox Location**  
**Dugan Production Corp.**  
**Okie #2**  
**1450' FNL & 1500' FWL, Sec. 8, T24N, R8W, NMPM**  
**San Juan County, NM**  
**Basin Fruitland Coal**

Dear Mr. Stogner:


Dugan Production Corp. requests administrative approval for an unorthodox location for its Okie #2 well under the provisions of NMOCD Order No. R-8768.

The subject well is currently completed in the Pictured Cliffs formation and it is nonproductive. It is intended to abandon the Pictured Cliffs zone and recomplete in the Basin Fruitland Coal.

A copy of this application is being submitted to all offset operators by certified mail with a request that they furnish your office in Santa Fe a Waiver of Objection.

Attached is a well location plat showing dedicated acreage, a well location map and a map showing all offsetting operators.

Sincerely,

  
Gary W. Brink

GWB/cg

cc: New Mexico Oil Conservation Division, Aztec  
Bureau of Land Management, Farmington  
Offset Operators

District I  
PO Box 1980, Hobbs, NM 88241-1980  
District II  
PO Drawer DD, Artesia, NM 88211-0719  
District III  
1000 Rio Brazos Rd., Aztec, NM 87410  
District IV  
PO Box 2088, Santa Fe, NM 87504-2088

State of New Mexico  
Energy, Minerals & Natural Resources Department

OIL CONSERVATION DIVISION  
PO Box 2088  
Santa Fe, NM 87504-2088

Form C-102  
Revised February 21, 1994  
Instructions on back  
Submit to Appropriate District Office  
State Lease - 4 Copies  
Fee Lease - 3 Copies

☐ AMENDED REPORT

WELL LOCATION AND ACREAGE DEDICATION PLAT

1 API Number 30 045 22304		2 Pool Code 71629		3 Pool Name Basin Fruitland Coal	
4 Property Code 003793		5 Property Name Okie			6 Well Number 2
7 OGRID No. 006515		8 Operator Name Dugan Production Corp.			9 Elevation 6866' GL

10 Surface Location

UL or lot no. F	Section 8	Township 24N	Range 8W	Lot Idn	Feet from the 1450	North/South line North	Feet from the 1500	East/West line West	County San Juan
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11 Bottom Hole Location If Different From Surface

UL or lot no.	Section	Township	Range	Lot Idn	Feet from the	North/South line	Feet from the	East/West line	County
12 Dedicated Acres 320		13 Joint or Infill		14 Consolidation Code		15 Order No.			

NO ALLOWABLE WILL BE ASSIGNED TO THIS COMPLETION UNTIL ALL INTERESTS HAVE BEEN CONSOLIDATED  
OR A NON-STANDARD UNIT HAS BEEN APPROVED BY THE DIVISION

<p>16</p>				<p>17 OPERATOR CERTIFICATION</p> <p>I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief</p> <p></p> <p>Signature Gary Brink Printed Name Operations Manager Title 3/7/96 Date</p>	
				<p>18 SURVEYOR CERTIFICATION</p> <p>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 belief.</p> <p>December 28, 1976 Date of Survey</p> <p>Signature and Seal of Professional Surveyor: Redraft of original plat- Original signed by James P. Lease</p> <p>1463 Certificate Number</p>	





dugan production corp.

RECEIVED

'96 MAR 25 AM 8 52

Certified Mail

March 7, 1996

Celsius Energy  
P.O. Box 11070  
Salt Lake City, UT 84147

SIGN & RETURN  
THIS COPY  
to NMOCD - Santa Fe

**Subject: Administrative Approval of Unorthodox Location  
Dugan Production Corp.  
Okie #2  
1450' FNL & 1500' FWL, Sec. 8, T24N, R8W, NMPM  
San Juan County, NM**

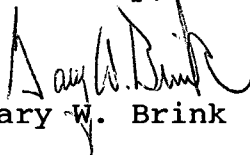
Gentlemen:

Dugan Production Corp. has filed with the New Mexico Oil Conservation Division (NMOCD) an Application for Administrative Approval for an Unorthodox Location for its Okie #2 well. A copy of the application has been attached for your review.

If you have no objection to this unorthodox location, please sign the three copies of the attached waiver. Return one executed copy to the NMOCD in Santa Fe, NM, one copy to our office, and retain one copy for your files. Self-addressed, stamped envelopes are enclosed.

Your assistance and cooperation in this matter are appreciated.

Sincerely,

  
Gary W. Brink

GWB/cg

WAIVER

Celsius Energy hereby waives objection to the above referenced Application for Unorthodox Location for Dugan Production Corp's Okie #2 well.

Date: 3/21/96

By:   
J. R. Jones, General Manager

## **Mike Stogner**

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**From:** Ernie Busch  
**To:** Mike Stogner  
**Subject:** DUGAN PROD.CORP.(NSL)  
**Date:** Monday, March 25, 1996 8:54AM  
**Priority:** High

OKIE #2  
F-08-24N-08W  
1450'FNL;1500'FWL  
RECOMMEND: APPROVAL

CMD :  
OG5SECT

ONGARD  
INQUIRE LAND BY SECTION

04/01/96 12:27:46  
OGOMES -EMFJ  
PAGE NO: 1

Sec : 08 Twp : 24N Rng : 08W Section Type : NORMAL

D 40.00  Federal owned	C 40.00  Federal owned	B 40.00  Federal owned	A 40.00  Federal owned
E 40.00  Federal owned	F 40.00  Federal owned	G 40.00  Federal owned	H 40.00  Federal owned

PF01 HELP	PF02	PF03 EXIT	PF04 GoTo	PF05	PF06
PF07 BKWD	PF08 FWD	PF09 PRINT	PF10 SDIV	PF11	PF12