

SECRETARY

STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION

Will gride

October 15, 1981

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

Merrion & Bayless
P. O. Box 1541
Farmington, New Mexico 87401

Attention: Mr. Robert L. Bayless

Administrative Order NSL-1426

Gentlemen:

Reference is made to your application for a non-standard location for your Scarecrow Well No. 1 located 760 feet from the South line and 900 feet from the East line of Section 4, Township 24 North, Range 8 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

,/ Dire

JDR/RLS/dr

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





STATE OF NEW MEXICO

ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 8741((505) 334-6178

OIL CONSERVATION DIVISION BOX 2088 SANTA FE, NEW MEXICO 87501	(505) 334-617
DATE Sept. 15,1981 RE: Proposed MC Proposed NSL Proposed SWD Proposed PMX	
Gentlemen:	
for the Merrian Boyless Scarecrow#1 Operator Lease and Well No.	P-4-24N-8W
Operator Lease and Well No. and my recommendations are as follows:	Unit, S-T-R
	
Yours truly,	
Jeff a. Solmister	

DICK LAURITSEN

Geophysicist

P.O. BOX 832

FARMINGTON, NEW MEXICO 87401 TELEPHONES: (505) 327-0331 OR 327-0204

October 23, 1981

New Mexico Oil Conservation Commission 1000 Rio Brazos Rd. Aztec, NM 87410

Dear Sir:

Attached you will find a sundry notice to the USGS requesting permission to deepen the Scarecrow #1 (Sec 4, T24N, R8W) to test the Dakota formation. The well is located 760' FSL & 900' FEL, which would make it a nonstandard location for Dakota production. Wells in Section 3 and 11, T24N, R8W penetrated the Dakota but did not produce commercial hydrocarbons. The extremely rough terrain in the area necessitated locating the well at a non-standard location. Permission to produce hydrocarbons from the Dakota formation should they be encountered is hereby requested.

Thank you for your consideration in this matter.

Respectfully submitted,

R.E. Lauritsen

NSL opplied for 4- 5- 31 for



ROBERT L. BAYLESS

PETROLEUM CENTER BUILDING

P. D. BOX 1541

FARMINGTON, NEW MEXICO 87401

September 22, 1981

State of New Mexico Oil Conservation Division P.O. Box 2088 Santa Fe, NM 87501

ATTENTION: Mr. R. L. Stamets

RE: Application for Administrative Approval of Unorthodox Location Scarecrow #1 SE/SE Sec. 4, T24N, R8W San Juan County, N.M.

.Gentlemen:

In response to your telephone request of last Friday, enclosed please find copies of waiver requests to offset owners reflecting our desire to carry the Scarecrow #1 to the Dakota formation. Also enclosed is an amended plat dedicating 320 acres instead of 40 as originally submitted.

Please advise if you require anything further.

Yours truly,

MERRION & BAYLESS

ROBERT L. BAYLESS

RLB/eh

Enclosures: 2 - waiver letters

2 - location plat

2 - acreage plat

xc: NMOCC, Aztec

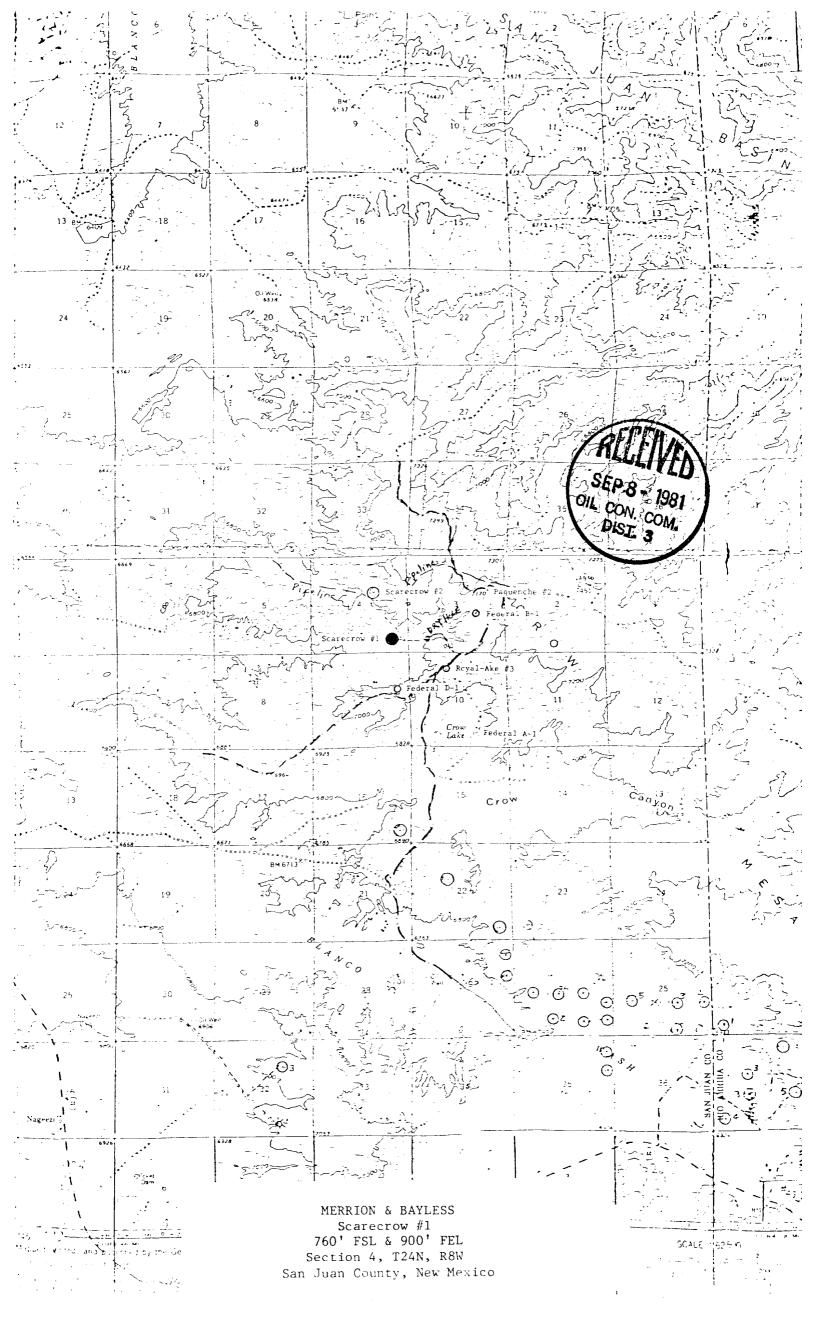
Dugan Production Corp. Cotton Petroleum Corp.

MERRION & BAYLESS APPLICATION FOR UNORTHODOX LOCATION Scarecrow #1 SE/SE Section 4, T24N, R8W San Juan County, N.M.

R8W

	KOW	
	Cotton Petroleum Corp. 33	
		T25N
	8 NM- 28752 & 3	T24N
	VSn	
	Dugan USA M&B Prod Open NM- NM- 014583	
	16589	
· .		

SEP 24 1981 OIL CON. COM. DISI. 3



UNITED STATES DEPARTMENT OF THE INTERIOR GEOLOGICAL SURVEY	5. LEASE 28752 6. IF INDIAN, ALLOTTEE OR TRIBE NAME
ABANDON*	irectionally drilled, givesubsurface locations and
Change designation- From Gallup - Dakota Co To Duffers Point Gall	-mingled up - Dakota RILL MAR 22 1000 CON. CC

			OIL DIST. 3
Subsurface Safety Valve: Manu. and Type _			Set @ F
18. I hereby certify that the foregoing is trussing a signed to the sign	ue and correct TITLE Operator	_ DATE	3-3-82
	(This space for Federal or State office us		
APPROVED BYCONDITIONS OF APPROVAL, IF ANY:	TITLE	DATE _	ACCEPTED FOR RECORD
and I	*See Instructions on Reverse Side		MAR 18 1982
			CONTRACTOR OF THE CONTRACTOR O

NMOCC

FARMINGTON DISTRICT

BY_