

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
GEOLOGICAL SURVEY

30-045-22959

5. LEASE DESIGNATION AND SERIAL NO.  
NM 26354

6. IF INDIAN, ALLOTTEE OR TRIBE NAME

7. UNIT AGREEMENT NAME

8. FARM OR LEASE NAME  
Chaco Plant

9. WELL NO.  
35

10. FIELD AND POOL, OR WILDCAT  
Nipp PC Extension

11. SEC., T., R., M., OR BLK.  
AND SURVEY OR AREA  
Sec 27 T26N R12W

12. COUNTY OR PARISH 13. STATE  
San Juan NM

APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK

1a. TYPE OF WORK

DRILL ☒

DEEPEN ☐

PLUG BACK ☐

b. TYPE OF WELL

OIL  
WELL ☐

GAS  
WELL ☒

OTHER

SINGLE  
ZONE ☐

MULTIPLE  
ZONE ☐

2. NAME OF OPERATOR

Jerome P. McHugh

3. ADDRESS OF OPERATOR

Box 234 Farmington, NM 87401

4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.)

At surface

1450' FSL - 1850' FEL

At proposed prod. zone

14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE\*

22 miles south of Farmington, NM

15. DISTANCE FROM PROPOSED\*

LOCATION TO NEAREST  
PROPERTY OR LEASE LINE, FT.  
(Also to nearest drlg. unit line, if any)

130'

16. NO. OF ACRES IN LEASE

17. NO. OF ACRES ASSIGNED-  
TO THIS WELL

160

18. DISTANCE FROM PROPOSED LOCATION\*  
TO NEAREST WELL, DRILLING, COMPLETED,  
OR APPLIED FOR, ON THIS LEASE, FT.

None

19. PROPOSED DEPTH

1350'

20. ROTARY OR CABLE TOOLS

Rotary

21. ELEVATIONS (Show whether DF, RT, GR, etc.)

6176' GR

22. APPROX. DATE WORK WILL START\*

5-15-78

23.

PROPOSED CASING AND CEMENTING PROGRAM

SIZE OF HOLE	SIZE OF CASING	WEIGHT PER FOOT	SETTING DEPTH	QUANTITY OF CEMENT
6-1/4"	5-1/2"	14#	40'	5 SX
4-3/4"	2-7/8"	6.4#	1350'	75 SX

Plan to drill 4-3/4" hole with minimum mud to 1350' to test Pictured Cliffs formation.

Do not plan to have blowout preventer on well while drilling. Will install master valve and stripper head while completing.

NMERB-Requirement: Gas not dedicated.

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any.

24.

SIGNED

Thomas A. Dugan

TITLE

Agent

DATE

3-20-78

(This space for Federal or State office use)

PERMIT NO.

APPROVAL DATE

APPROVED BY

TITLE

DATE

RECEIVED

CONDITIONS OF APPROVAL, IF ANY:

Ok

MAR 21 1978

\*See Instructions On Reverse Side

U.S. Geological Survey,  
Farmington, N.M.

NEW MEXICO OIL CONSERVATION COMMISSION  
WELL LOCATION AND ACREAGE DEDICATION PLAT

Form C-102  
Supersedes C-128  
Effective 1-1-65

All distances must be from the outer boundaries of the Section.

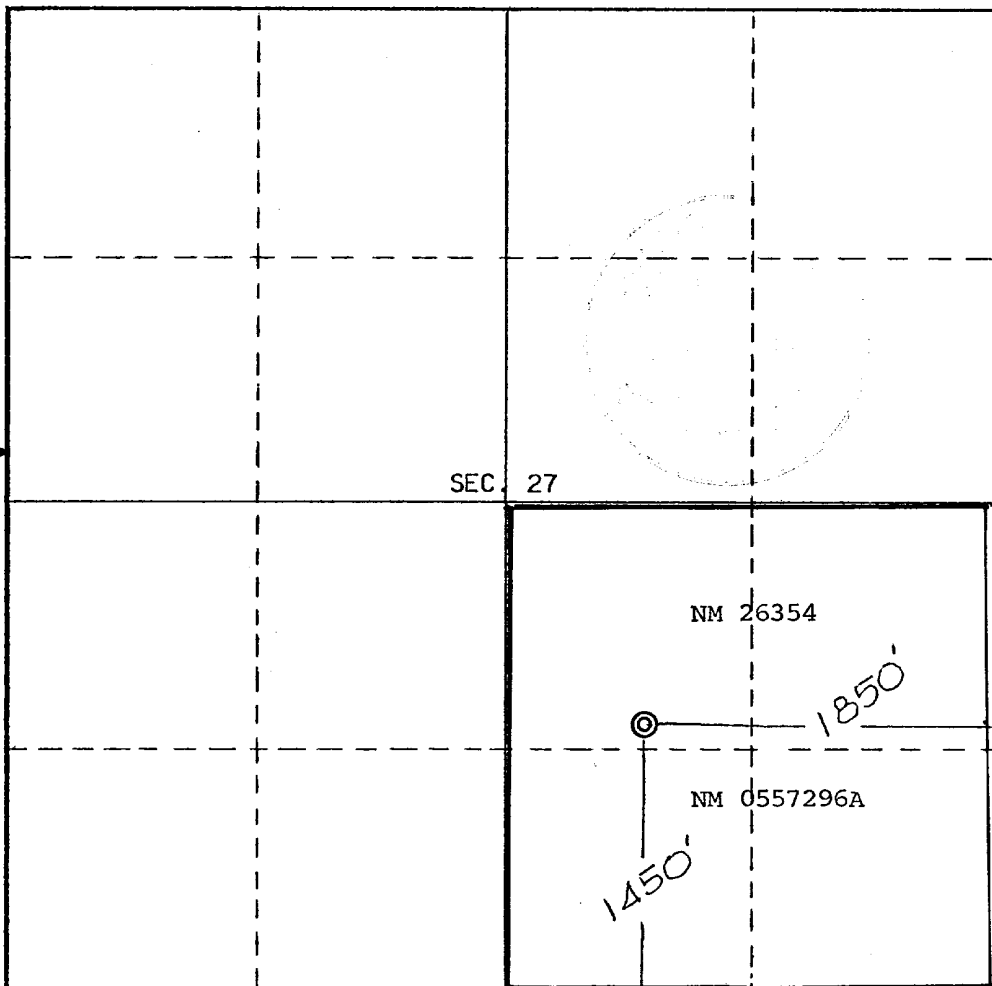
Operator <b>Jerome P. McHugh</b>			Lease <b>Chaco Plant</b>		Well No. <b>35</b>
Unit Letter <b>J</b>	Section <b>27</b>	Township <b>26 North</b>	Range <b>12 West</b>	County <b>San Juan</b>	
Actual Footage Location of Well: <b>1450</b> feet from the <b>South</b> line and <b>1850</b> feet from the <b>East</b> line					
Ground Level Elev. <b>6176</b>	Producing Formation <b>Pictured Cliffs</b>		Pool <b>Nipp</b> <i>OK</i>	Dedicated Acreage: <b>160</b> 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 communitization, 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 communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.



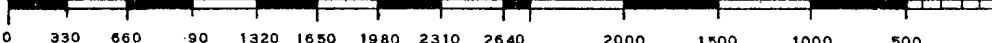
CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

*Thomas A. Dugan*  
Name **Thomas A Dugan**  
Position **Agent**  
Company **Dugan Production Corp.**  
Date **3-20-78**

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 are true and correct to the best of my knowledge and belief.

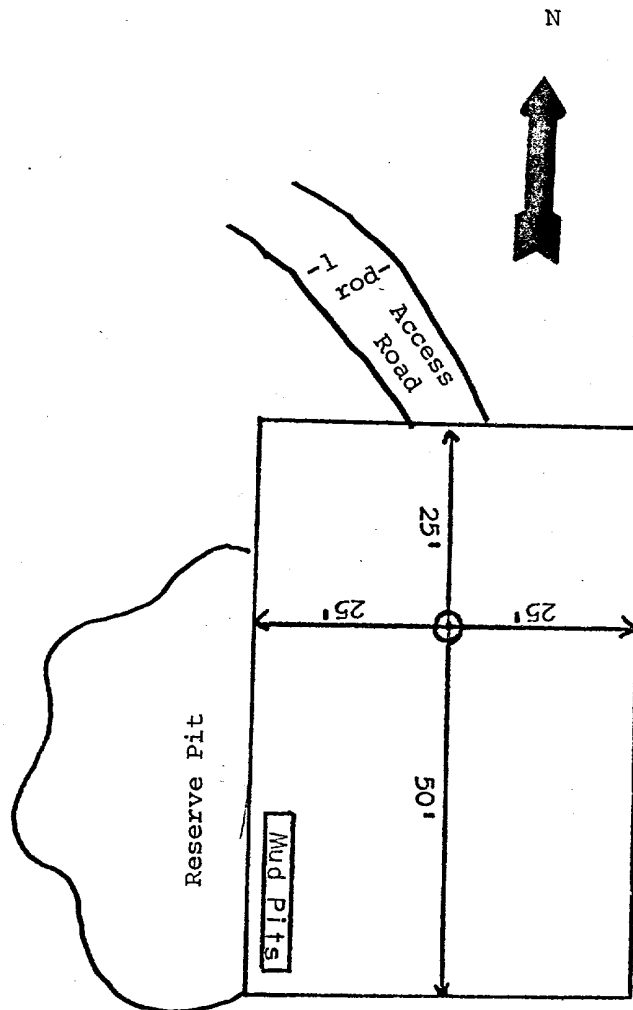
**REGISTERED LAND SURVEYOR**  
**E. V. ECHOHAWK**  
Date Surveyed **March 3, 1978**  
Registered Professional Engineer and/or Land Surveyor  
*E. V. Echohawk*  
Certificate No. **3602**  
**E.V. Echohawk LS**



Jerome P. McHugh

Chaco Plant #35

Proposed Location Layout



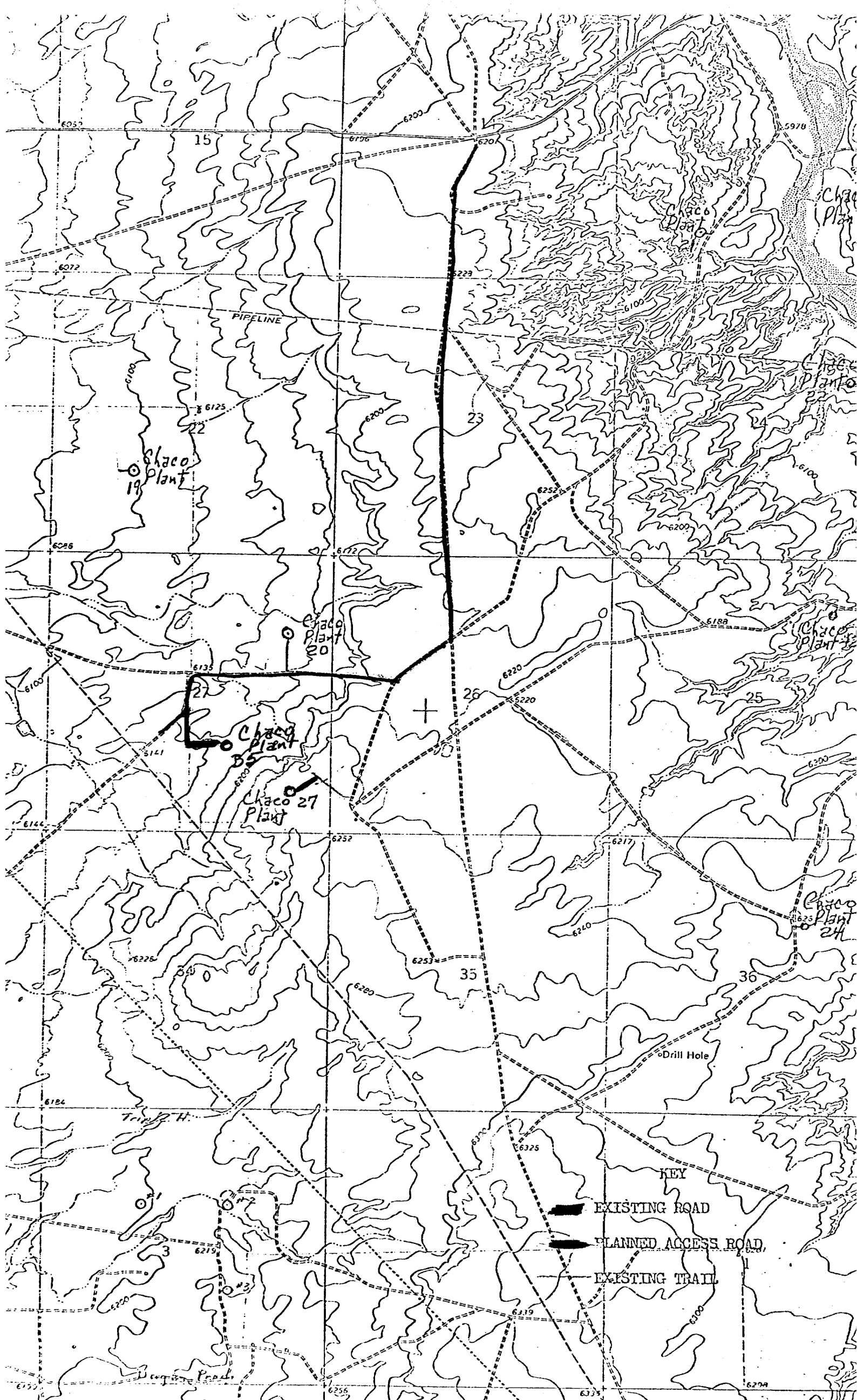
Jerome P. McHugh

1. Existing roads and existing wells are shown on attached plat.
2. Planned access from existing road approximately 2000' to new location. Will leave natural grass and small vegetation on roadway. Will remove large brush or trees from road. Do not plan to make road grade or bar ditches. Will bottom-out any arroyo we cross and not install culverts.
3. Location of well: 1450' FSL - 1850' FEL  
Sec 27, T26N, R12W  
San Juan County, NM
4. No additional well(s) planned on this lease at this time.
5. Separator and flow line will be located within 50' of wellhead.
6. Water will be secured from Chaco Plant.
7. Waste materials will be buried on location or in reserve pit.
8. No permanent camp is planned; trailer house will be used on location while drilling.
9. Do not plan to build airstrip.
10. See attached plat for proposed location layout.
11. A general description of the topography, soil characteristics, geologic features, flora and fauna; other surface-use activities and surface ownership of involved lands, proximity of water, occupied dwellings, archeological, historical or cultural sites can be found in the archeologist's report.
12. Geologic name of surface formation: Recent Sand Dunes
13. Estimated tops of important geologic markers:  
Ojo Alamo - 125'      Kirtland - 225'      Fruitland - 850'      Pictured Cliffs - 1175'
14. Estimated depths of anticipated water, oil, gas, or other mineral bearing formations which are expected to be encountered:  
Ojo Alamo - Water 125'  
Pictured Cliffs - Gas 1175'
15. We do not anticipate to encounter any abnormal pressures or temperatures or any potential hazards such as those associated with hydrogen sulfide.
16. Will clean up location, fill and level pits, level ruts in road, reseed location and road with Seed Mixture #2 and paint equipment with Sagebrush Gray.
17. Operator's Representative:  
Thomas A. Dugan  
Box 234  
Farmington, NM 87401
18. Certification: The following statement must be signed by the lessee's or operator's field representative who is identified in Item #17 of the Plan:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drillsite and access route; that I am familiar with the conditions which presently exist; that the statements made in this Plan are, to the best of my knowledge, true and correct; and, that the work associated with the operations proposed herein will be performed by Jerome P. McHugh and its contractors and subcontractors in conformity with this Plan and the terms and conditions under which it is approved.

Date: 3-20-78

Thomas A. Dugan  
Agent



KEY

EXISTING ROAD

PLANNED ACCESS ROAD

EXISTING TRAIL