

# dugan production corp.

February 4, 1977

Joe D. Ramey Secretary-Director New Mexico Oil Conservation Commission Box 2088 Santa Fe, NM 87501

Re: Application for Approval for Downhole Commingling of the June #1 Well (Pictured Cliffs and Mesaverde) in Rio Arriba County, New Mexico

Dear Mr. Ramey:

Enclosed are the following items regarding the application for downhole commingling of the June #1 Well located in the E/2 of Section 28, Township 28 North, Range 3 West, NMPM, Rio Arriba County, New Mexico.

- 1. Two copies of the Application for Downhole Commingling of the June #1 Well (Pictured Cliffs and Mesaverde).
- 2. Two copies of the Certificate of Mailing stating that all operators of leases offsetting the dedicated acreage for this well, the U. S. Geological Survey, and the Supervisor of the District III Office of the New Mexico Oil Conservation Commission have been notified of this Application.

Please set this Application for hearing on March 2, 1977, if possible.

Sincerely,

Richard T. C. Tully
General Counsel

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Enclosures

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## Distribution:

Jerry W. Long
District Engineer
U. S. Geological Survey
Box 1809
Durango, CO 81301

Al R. Kendrick Supervisor, District III New Mexico Oil Conservation Commission 1000 Rio Brazos Road Aztec, NM 87410

Northwest Pipeline Corporation Box 1526 Salt Lake City, UT 84110

Phillips Petroleum Company Western District Security Life Building Denver, CO 80202



#### OIL CONSERVATION COMMISSION

### STATE OF NEW MEXICO

In the Matter of the Application of Jerome P. McHugh for Downhole Commingling of the June #1 Well in Rio Arriba County, New Mexico

## APPLICATION

Pursuant to Rule 303 C. of the State of New Mexico Oil Conservation Commission Rules and Regulations, the Applicant, Jerome P. McHugh, by and through his attorney, Richard T. C. Tully, hereby makes application for approval of downhole commingling in the well bore of the June #1 Well in Rio Arriba County, New Mexico.

The Applicant further states:

- The Operator of the June #1 Well is the Applicant,
   Jerome P. McHugh.
- 2. The June #1 Well is located on the Jicarilla Tribal Lease Contract No. 84 insofar as it covers the following described lands:

Township 28 North, Range 3 West, NMPM Section 28: E/2 Rio Arriba County, New Mexico

- 3. The legal location of the well is as follows:
  - Township 28 North, Range 3 West, NMPM

    Section 28: 1110' FNL 1560' FEL (Unit Letter B)

    Rio Arriba County, New Mexico
- 4. The June #1 Well is currently completed in the Gavilan-Pictured Cliffs Extension and Blanco-Mesaverde Pools.
- 5. The June #1 Well is capable of only low marginal production from the Gavilan Pictured Cliffs Extension Pool, and the well is also capable of only low marginal production from the Blanco-Mesaverde Pool.
- 6. The ownership of the above mentioned pools is common

7. The proposed commingling from these two pools will result in the recovery of additional hydrocarbons from each of the mentioned pools, thereby preventing waste. In addition, the commingling will not violate correlative rights.

WHEREFORE, the Applicant requests this Application be set for hearing on March 2, 1977; and after this hearing the New Mexico Oil Conservation Commission grant this Application by giving approval to the downhole commingling of the June #1 Well in Rio Arriba County, New Mexico.

Respectfully submitted,

Richard T. C. Tully

Attorney for Applicant

Box 234

Farmington, NM 87401

### CERTIFICATE OF MAILING

I certify that I mailed a copy of the Application for Downhole Commingling for the June #1 Well in Rio Arriba County, New Mexico to all operators of leases offsetting the dedicated acreage for this well, the U. S. Geological Survey, and the Supervisor of the District III Office of the Oil Conservation Commission.

Richard T. C. Tully

Attorney for Applicant

Box 234

Farmington, NM 87401