

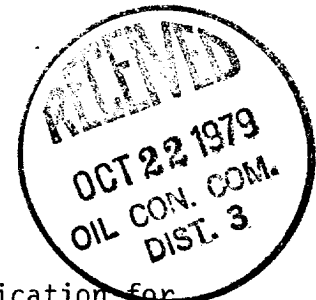
dugan production corp.

October 18, 1979

Joe D. Ramey
Division Director
New Mexico Oil Conservation Division
Box 2088
Santa Fe, New Mexico 87501

Re: Application for Administrative
Approval of Unorthodox Location
of the KR #10 Well

T-27-N, R-13-W, N.M.P.M.
Section 19: 2000' FSL - 1850' FEL
San Juan County, New Mexico



Dear Mr. Ramey:

Enclosed are the following items regarding the Application for Administrative Approval of the Unorthodox Location of the KR #10 Well which is located in the SE/4 of Section 19, Township 27 North, Range 13 West, N.M.P.M., San Juan County, New Mexico.

1. Three copies of the Application for Administrative Approval of the Unorthodox Location for the KR #10 Well.
2. Three copies of a plat showing the ownership of all leases offsetting the SE/4 of Section 19, Township 27 North, Range 13 West, N.M.P.M. This plat also shows all of the wells completed on these leases.
3. Three copies of a letter from an official of the Navajo Indian Irrigation Project requesting the location of this well so as not to interfere with the sprinkler systems of the Project.

Joe D. Ramey
October 18, 1979
Page Two

4. Three copies of a Certificate of Mailing stating that all operators of leases offsetting the dedicated acreage for this well, the Supervisor of the District III Office of the New Mexico Oil Conservation Division, the U.S. Geological Survey, and the Project Manager of the Navajo Indian Irrigation Project have been notified of the Application by certified mail.

If you need further information or assistance, please advise.

Sincerely,



Richard T. C. Tully
Attorney for Applicant

RTCT:eb

Enclosures

cc: Al R. Kendrick
Supervisor, District III Office
New Mexico Oil Conservation Division
1000 Rio Brazos Road
Aztec, New Mexico 87410

District Engineer
U.S. Geological Survey
P.O. Box 959
Farmington, New Mexico 87401