



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

July 22, 1980

BRUCE KING
GOVERNOR
LARRY KEHOE
SECRETARY

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

Dugan Production Corp.
P. O. Box 208
Farmington, New Mexico 87401

Attention: Mr. Thomas A. Dugan

Administrative Order NSL-1233

Gentlemen:

Reference is made to your application on behalf of Ladd Petroleum Corporation for approval of a non-standard location for their Knauff Well No. 1E to be located 1000 feet from the South line and 640 feet from the East line of Section 13, Township 27 North, Range 10 West, NMPM, Basin-Dakota Gas 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

JDR/RLS/dr

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



3-16
1-3-79

OIL CONSERVATION COMMISSION
Alto DISTRICT

OIL CONSERVATION COMMISSION
BOX 2088
SANTA FE, NEW MEXICO

DATE June 6, 1980
RE: Proposed MC _____
Proposed DHC _____
Proposed NSL α _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____

Gentlemen:

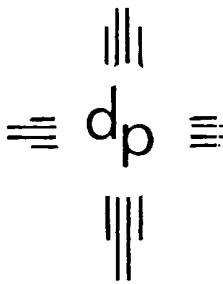
I have examined the application dated June 2, 1980
for the Lucid Petroleum Corp. Schenck #1E P-13-27N-10W
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Approve

Yours very truly,

Frank S. Davis
6



dugan production corp.

May 29, 1980

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

Re: Application for Administrative
Approval of Unorthodox Location
for the Knauff #1E Well

Dear Mr. Ramey:

Enclosed please find three copies of the Application for Administrative Approval of the Unorthodox Location for the Knauff #1E Well, which application includes a plat showing the ownership of all leases offsetting this spacing unit for which the unorthodox location is sought, and all wells completed thereon, and a plat showing the existent topographical conditions of the well location. Also enclosed are copies of letters from the Bureau of Land Management regarding their request to move the location.

Copies of this application are being submitted to all offset operators by certified mail with a request that they furnish your office with a waiver of objection.

Please advise if you need further information.

Sincerely,

Thomas A. Dugan
Agent for Applicant

pb

Enclosures

Joe D. Ramey
May 29, 1980
Page 2

xc: Frank Chavez
New Mexico Oil Conservation Division
1000 Rio Brazos Road
Aztec, NM 87410

James Sims
U. S. Geological Survey
P.O. Box 959
Farmington, NM 87401

B. F. Pracko
Division Landman
Amoco Production Corp.
1616 Glenarm
Denver, CO 80202

D. N. Canfield
Landman
El Paso Natural Gas Co.
Box 1492
El Paso, TX 79978

P. Moody
Land Manager
Mobil Oil Corp.
Box 5444
Denver, CO 80217

Bill Curtis
Vice-President - Land
Supron Energy Corp.
Bldg. 5 Fifth Floor
10300 N. Central Expressway
Dallas, TX 75231

J. F. Gavlick
Division Landman
Tenneco Oil Co.
Penthouse
720 S. Colorado Blvd.
Denver, CO 80222



APPLICATION FOR ADMINISTRATIVE APPROVAL
OF UNORTHODOX LOCATION

Applicant: Ladd Petroleum Corp.
830 Denver Club Building
Denver, CO 80202

Name of Well: Knauff #1E

Land Dedicated to the Well: Township 27 North, Range 10 West, NMPM
Section 13: E/2
Containing 307.17 acres, more or less
San Juan County, New Mexico

Proposed Unorthodox Location: Township 27 North, Range 10 West, NMPM
Section 13: 1000' FSL - 640' FEL
Unit Letter P
San Juan County, New Mexico

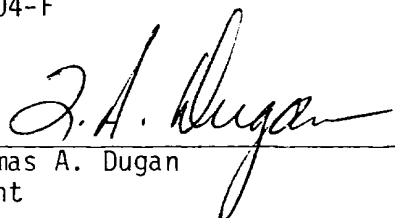
Reason for Unorthodox Location: Per Bureau of Land Management's request
to minimize visual and aesthetic impacts
for a future nearby recreation area.

Offsetting Leases and Operators
and Well Completions: See Exhibit A attached hereto and
incorporated herein by reference.

Existent Topographical Conditions: See Exhibit B attached hereto and
incorporated herein by reference.

New Mexico Oil Conservation
Division Rule Authorizing
Application: Rule 104-F

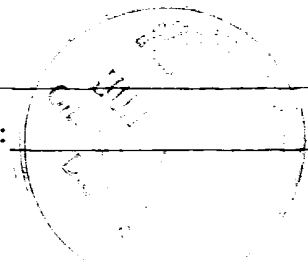
By: Thomas A. Dugan
Agent



Waiver:

_____ hereby acknowledges receipt of the Application for
Administrative Approval of Unorthodox Location filed by Ladd Petroleum Corp.
herein and hereby waives objection to Ladd Petroleum Corp's Application for
Administrative Approval of Unorthodox Location for their Knauff #1E well.

By: _____
Date: _____



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.

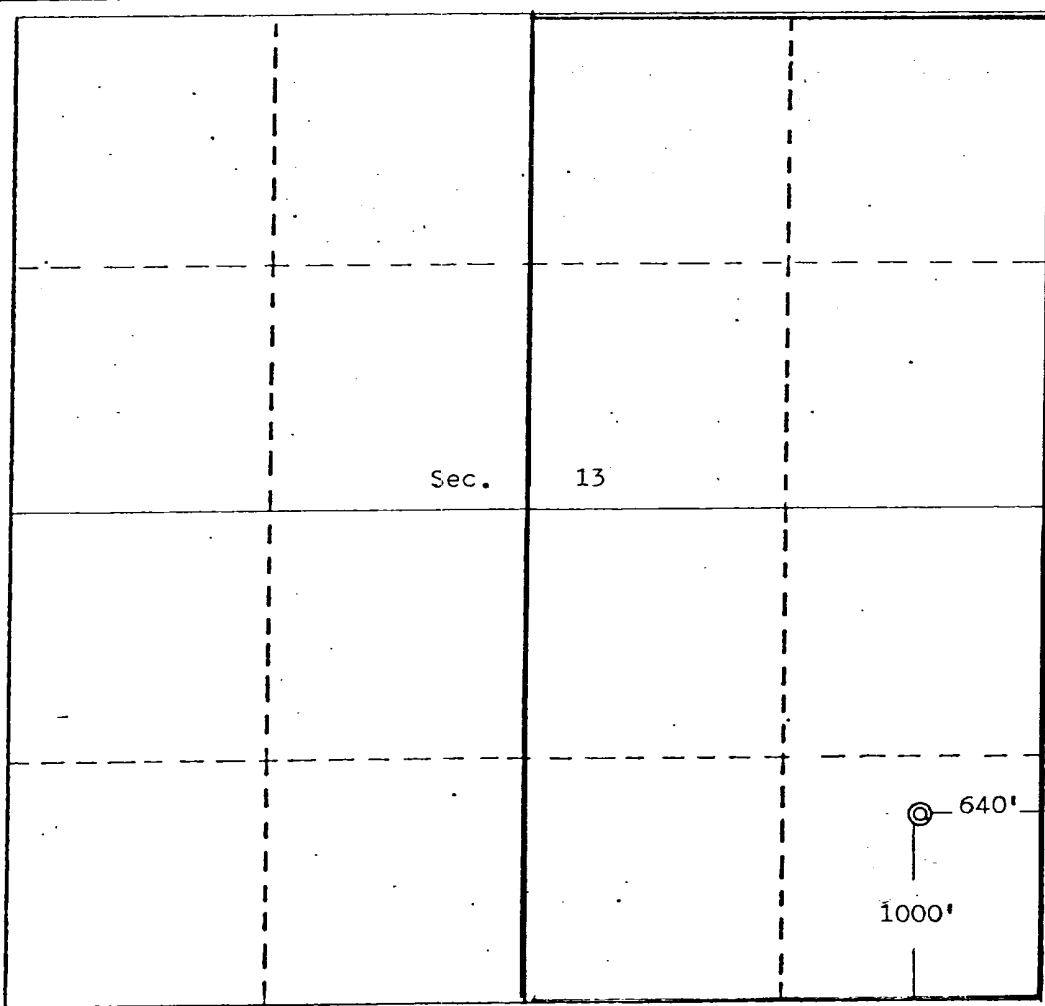
Operator Ladd Petroleum Corporation		Lease Knauff		Well No. 1E
Unit Letter P	Section 13	Township 27 North	Range 10 West	County San Juan
Actual Footage Location of Well: 1000 feet from the South line and 640 feet from the East line				
Ground Level Elev. 6447	Producing Formation Dakota	Pool Basin	Dedicated Acreage: 307.17 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 for Applicant

Company
 Ladd Petroleum Corp.

Date
 5-29-80

I hereby certify that the location shown on this plat is the true location of the well from field notes of actual surveys made by me or under my supervision and that the same is correct and conform to the best of my knowledge and belief.

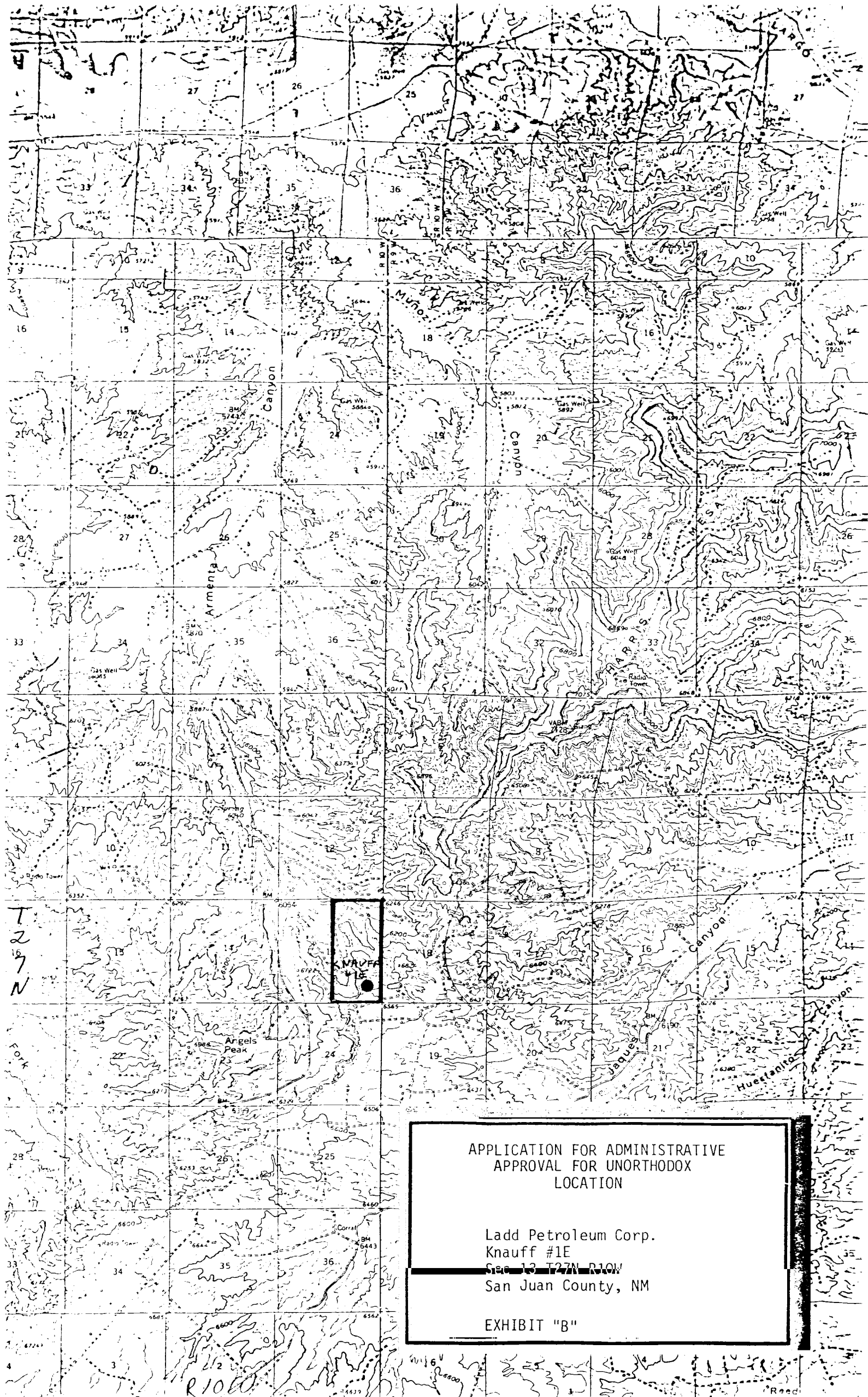
EDGAR L. RISENHOVER
 REGISTERED LAND SURVEYOR
 5979

Date Surveyed
 May 7, 1980

Registered Professional Engineer
 and/or Land Surveyor

Edgar L. Risenhoover
 Certificate No. 5979
 Edgar L. Risenhoover, L.S.

0 330 660 990 1320 1650 1980 2310 2640 2970 3300 3630 3960 4290 4620 4950 5280 5610 5940 600



APPLICATION FOR ADMINISTRATIVE
APPROVAL FOR UNORTHODOX
LOCATION

Ladd Petroleum Corp.
Knauff #1E
Sec 13 T27N R10W
San Juan County, NM

EXHIBIT "B"