



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

OIL CONSERVATION DIVISION
AZTEC DISTRICT OFFICE

1000 RIO BRAZOS ROAD
AZTEC, NEW MEXICO 87410
(505) 334-6178

OIL CONSERVATION DIVISION
BOX 2088
SANTA FE, NEW MEXICO 87501

DATE July 15, 1981

RE: Proposed MC _____
Proposed DHC _____
Proposed NSL _____
Proposed SWD _____
Proposed WFX _____
Proposed PMX _____

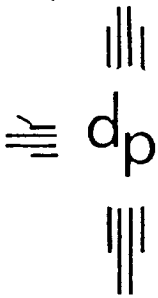
Gentlemen:

I have examined the application dated July 8, 1981
for the Jerome P. McHugh Alvaro Canyon #1 E -7-31N-7W
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Tenneco owns rights within the irregular drill tract
and has expressed an interest in drilling a well also.
In fact Tenneco's well may be on a standard location,
Jerome P. McHugh's well as located would be approved
because of the topography, but thought you would like
Yours truly, to know about Tenneco's interest.

Jeff A. Edmister



dugan production corp.

July 6, 1981

✓ Frank Chavez
New Mexico Oil Conservation Division
1000 Rio Brazos Rd.
Aztec, NM 87410

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

Re: Application for Administrative Approval of
Unorthodox Location for Jerome P. McHugh's
Negro Canyon #1, 2300' FNL - 160' FWL, Sec 7 T31N R7W
San Juan County, New Mexico

Dear Sir:

Enclosed are copies of the instruments filed with the New Mexico
Oil Conservation Division regarding the Application for Administrative
Approval of the Unorthodox Location for the above-referenced well.

Sincerely,

Jerome P. McHugh, Jr.

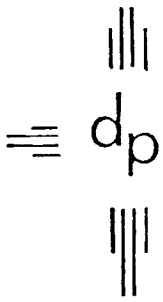
Jerome P. McHugh, Jr.
Agent for Applicant

fp

Enclosures

cc: Jerome P. McHugh





dugan production corp.

July 6, 1981

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

Re: Application for Administrative Approval of
Unorthodox Location for Jerome P. McHugh's
Negro Canyon #1, 2300' FNL - 160' FWL, Sec 7 T31N R7W
San Juan County, New Mexico

Dear Mr. Ramey:

Enclosed please find three copies of the Application for Administrative Approval of the Unorthodox Location for the above-referenced 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 the dedicated acreage plat.

Copies of this application are being submitted to all offsetting 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,

Jerome P. McHugh Jr.
Agent for Applicant

fp

Enclosures

cc: Jerome P. McHugh



APPLICATION FOR ADMINISTRATIVE APPROVAL
OF UNORTHODOX LOCATION

Applicant: Jerome P. McHugh

Name of Well: Negro Canyon #1

Land Dedicated to the Well: Township 31 North, Range 7 West N.M.P.M.
Section 7, Special proration unit: Tract I of 31-7
San Juan County, NM
By orders R-2046 & R-1066

Proposed Unorthodox Location: 2300' FNL - 160' FWL
Sec 7 T31N R7W
San Juan County, NM

Reason for Unorthodox Location: Topographical conditions in tract #54 of
Section 7. The steep slope and Lake Navajo pro-
hibit an orthodox location.

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

Existent Topographical Conditions: See Exhibits "B" and "C", attached hereto
and incorporated herein by reference.

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

BY: Jim L. Jacobs Agent



Waiver:

_____ hereby acknowledges receipt of the
Application for Administrative Approval of Unorthodox Location filed by
Jerome P. McHugh _____ herein and hereby waives objection to
Jerome P. McHugh's _____ Application for Administrative
Approval of Unorthodox Location for their Negro Canyon #1
Well as proposed herein.

BY: _____

DATE: _____

OIL CONSERVATION DIVISION

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT

P. O. BOX 2088
SANTA FE, NEW MEXICO 87501

Form C-102
Revised 10-1-78

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

Operator Jerome P. McHugh		Lease Negro Canyon			Well No. 1
Unit Letter E	Section 7	Township 31 North	Range 7 West	County San Juan	
Actual Footage Location of Well: 2300 feet from the North line and 160 feet from the West line					
Ground Level Elev. 6290	Producing Formation Dakota	Pool Basin Dakota	Dedicated Acreage: 320 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 Division.

JEROME P. McHUGH
Negro Canyon #1

Application for Administrative
Approval of Unorthodox Location

Exhibit "B"

CERTIFICATION

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

Name
Jerome P. McHugh

Position
Agent

Company
Jerome P. McHugh

Date
7-6-81

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

Date Surveyed
July 2, 1981

Registered Professional Engineer
and/or Land Surveyor

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

