

dugan production corp.

December 20, 1979

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

*NSL - 1135
Lively Exploration Co
Rule 3 R 1620 V
1-15-80*

Re: Application for Administrative Approval of Unorthodox Location for the Lively #2E Well *1440 N 240 E 21-28-8 Basin Dakota Pool*

Dear Mr. Ramey:

Enclosed please find three copies of the Application for Administrative Approval of the Unorthodox Location for the Lively #2E 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 illustrating the existent topographical conditions necessitating an unorthodox location for this well.

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 should need more information.

Very truly yours,

T. A. Dugan
Thomas A. Dugan
Agent for Applicant

RECEIVED
DEC 26 1979
OIL CONSERVATION DIVISION
SANTA FE

TAD:TR:eb

Enclosures

APPLICATION FOR ADMINISTRATIVE APPROVAL
OF UNORTHODOX LOCATION

Applicant: Lively Exploration Company
1010 First City National Bank Bldg.
Houston, Texas 77002

Name of Well: Lively #2E

Land Dedicated to the Well: Township 28 North, Range 8 West, N.M.P.M.
Section 21: N $\frac{1}{2}$
Containing 320 acres, more or less
San Juan County, New Mexico

Proposed Unorthodox Location: Township 28 North, Range 8 West, N.M.P.M.
Section 21: 1440' FNL - 240' FEL
(Unit Letter H)
San Juan County, New Mexico

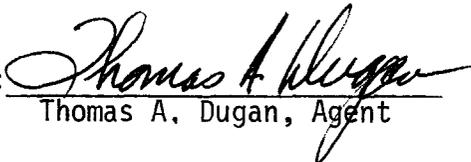
Reason for Unorthodox Location: Topographical conditions identified by
the Bureau of Land Management - standard
location would place well on the tip of
a ridge.

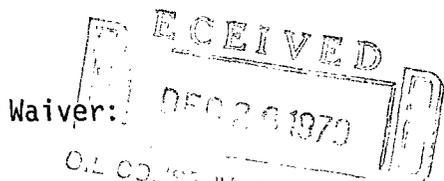
Offsetting Leases and Operators
and Well Completions: See Exhibit A attached hereto and
incorporated herein by reference.

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

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

Lively Exploration Company

BY: 
Thomas A. Dugan, Agent



Waiver: _____ hereby acknowledges receipt of the Application
for Administrative Approval of Unorthodox Location filed by Lively Exploration
Company herein and hereby waives objection to Lively Exploration Company's
Application for Administrative Approval of Unorthodox Location for their
Lively #2E Well as proposed herein.

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Date: _____

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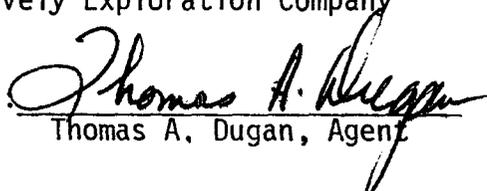
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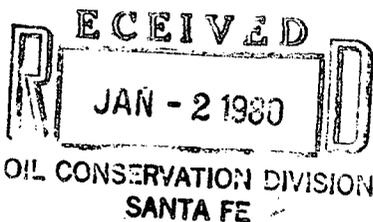
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Lively Exploration Company
BY: Thomas A. Dugan
Thomas A. Dugan, Agent

BY: John A. Adkins

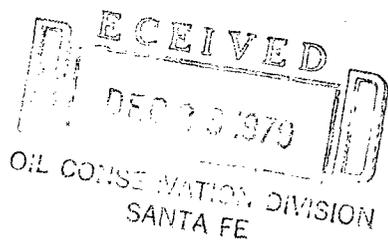
Date: December 27, 1979

Joe D. Ramey
December 20, 1979
Page Two

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

David M. Poage
Senior Landman
El Paso Natural Gas Company
Box 990
Farmington, New Mexico 87401

J. F. Gavlick
Division Landman
Tenneco Oil Company
Penthouse
720 South Colorado Boulevard
Denver, Colorado 80222



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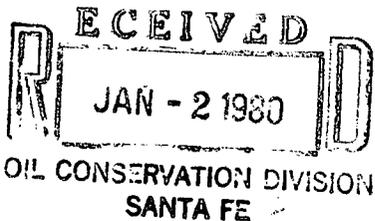
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Lively Exploration Company

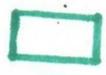
BY: Thomas A. Dugan
Thomas A. Dugan, Agent

BY: John A. Adkins

Date: December 27, 1979

Topographical Plat
UNITED STATES
DEPARTMENT OF THE INTERIOR
BIOLOGICAL SURVEY

Township 28 North
Range 8 West



Dedicated Acreage



Location as originally proposed



Proposed unorthodox location

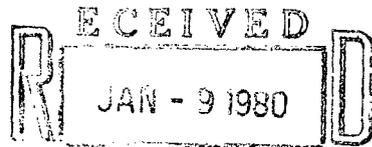


OIL CONSERVATION COMMISSION
Alameda DISTRICT

OIL CONSERVATION COMMISSION
BOX 2088
SANTA FE, NEW MEXICO

DATE 12-31-79

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



OIL CONSERVATION DIVISION
SANTA FE

Gentlemen:

I have examined the application dated 12-20-79
for the Lively Exploration Co. Lively #2E, H-21-28N-8W
Operator Lease and Well No. Unit, S-T-R

and my recommendations are as follows:

Approve

Yours very truly,

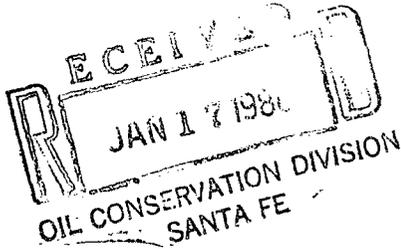
AR Kendrick

Tenneco Oil
A Tenneco Company

Penthouse
720 South Colorado Blvd.
Denver, Colorado 80222
(303) 758-7130



File HSL-1135



January 4, 1980

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

Attention: Thomas A. Dugan

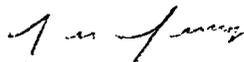
Re: Application for Administrative
Approval of Unorthodox Location
for the Lively #2E Well

Gentlemen:

In reference to the above captioned well, Tenneco Oil Company has no objection to the granting of an unorthodox location.

Very truly yours,

TENNECO OIL COMPANY


J. M. Lacey
Division Production Manager

JML:RJG:sh

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

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Date: 1-13-80