

STATE OF NEW MEXICO
DEPARTMENT OF ENERGY AND MINERALS
OIL CONSERVATION DIVISION

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OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION
OF JEROME P. MCHUGH & ASSOCIATES
FOR COMPULSORY POOLING, RIO ARRIBA
COUNTY, NEW MEXICO.

CASE: 9006

A P P L I C A T I O N

Comes now JEROME P. MCHUGH and applies to the Oil Conservation Division of New Mexico for an order pooling all mineral interests from the surface to base of the Dakota formation underlying the S/2 of Section 4, Township 25 North, Range 2 West, NMPM, Rio Arriba County, New Mexico, for the formation of a Dakota spacing and proration unit, and in support thereof would show the Commission:

1. Applicant is an owner of the right to drill and develop the S/2 Section 4, Township 25 North, Range 2 West, NMPM.

2. Applicant proposes to drill a Dakota well at a standard location and to dedicate the S/2 of said Section to the well.

3. Applicant seeks to pool the interest of Mountain States Natural Gas, P. O. Box 35426, Tulsa, Oklahoma 74543 (Albert Blair), which applicant believes is a 6.25% interest in this spacing and proration unit.

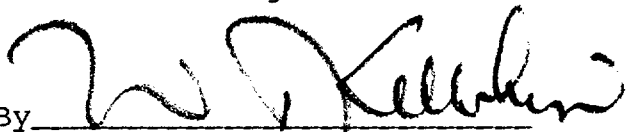
4. In order to obtain their just and equitable share of the production underlying the above lands, Applicant needs an order pooling the mineral interest involved.

5. The party named in paragraph 3 above has been furnished a copy of this application.

WHEREFORE applicant prays that this application be set for hearing before the Division's duly appointed examiner, and that after notice and hearing as required by law, the Division enter its order pooling the mineral interest described herein. Applicant further prays that it be named operator of the well, and that the order make provisions for applicant to recover out of production its costs of drilling the subject well, completing and equipping it, costs of operation, including costs of supervision and a risk factor in the amount of 200% for the drilling of the well, for such other and further relief as may be proper.

Respectfully submitted,

Jerome P. McHugh

By 

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