

Jason Kellahin  
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El Patio - 117 North Guadalupe  
Post Office Box 2265  
Santa Fe, New Mexico 87504-2265

Telephone 982-4285  
Area Code 505

November 25, 1985

RECEIVED

NOV 27 1985

Mr. Richard L. Stamets  
Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87501

OIL CONSERVATION DIVISION

Case 8758

Re: Jerome P. McHugh

Dear Mr. Stamets:

Please set the enclosed application for hearing on the next available hearing date which would be December 18, 1985.

Very truly yours,

  
W. Thomas Kellahin

WTK:ca  
Enc.

cc: Jerome P. McHugh & Associates  
Suite 1225  
650 South Cherry  
Denver, Colorado 80222

Carolyn Clark Oatman (Certified Mail)  
P. O. Box 73  
Austin, Texas 78767

Warren Clark Trust (Certified Mail)  
Mable Reed, Trustee  
P. O. Box 73  
Austin, Texas 78767

Testamentary Trust under  
the Will of Warren Clark (Certified Mail)  
P. O. Box 73  
Austin, Texas 78767

Mountain States Natural Gas (Certified Mail)  
P. O. Box 35426  
Tulsa, Oklahoma 74543  
Attn: Mr. Albert Blair

Jason Kellahin  
W. Thomas Kellahin  
Karen Aubrey

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*Attorneys at Law*  
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Santa Fe, New Mexico 87504-2265

RECEIVED  
DEC 16 1985  
Telephone 982-4285  
Area Code 505  
OIL CONSERVATION DIVISION

December 16, 1985

Mr. Richard L. Stamets  
Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87501

"Hand Delivered:

Re: Jerome P. McHugh  
NMOCD Case 8788  
Forced Pooling  
T25N, R2W, NMPM  
Section 12: E/2

Dear Mr. Stamets:

On behalf of the applicant, Jerome P. McHugh, we request that the hearing in this case now set for December 18, 1985, be continued to the January 22, 1986 docket. At the time of filing of the application we had four parties to force pool. We now have a voluntary agreement with all but one party.

We would appreciate a continuance to see if we can obtain the voluntary joinder of the last party.

Very truly yours,

  
W. Thomas Kellahin

WTK:ca

cc: Jerome P. McHugh  
Suite 1225  
650 South Cherry  
Denver, Colorado 80222

Mountain States Natural Gas  
Attn: Mr. Albert Blair  
P. O. Box 35426  
Tulsa, Oklahoma 74543



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

TONEY ANAYA  
GOVERNOR

February 3, 1986

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87501  
(505) 827-5800

Mr. Thomas Kellahin  
Kellahin & Kellahin  
Attorneys at Law  
Post Office Box 2265  
Santa Fe, New Mexico

Re: CASE NO. 8788  
ORDER NO. R-8144

Applicant:

Jerome P. McHugh

Dear Sir:

Enclosed herewith are two copies of the above-referenced  
Division order recently entered in the subject case.

Sincerely,

R. L. STAMETS  
Director

RLS/fd

Copy of order also sent to:

Hobbs OCD x  
Artesia OCD x  
Aztec OCD x

Other \_\_\_\_\_  
\_\_\_\_\_

Jason Kellahin  
W. Thomas Kellahin  
Karen Aubrey

KELLAHIN and KELLAHIN  
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El Patio - 117 North Guadalupe  
Post Office Box 2265  
Santa Fe, New Mexico 87504-2265

Telephone 982-4285  
Area Code 505

February 6, 1986

*Case No. 8786 m.s.*

MOUNTAIN STATES NATURAL GAS  
P. O. Box 35426  
Tulsa, Oklahoma 74135

"Certified"  
Return-Receipt Requested

Attn: Mr. Albert J. Blair

Re: Jerome P. McHugh  
T25N, R2W, NMPM  
Sec 12: E/2  
Rio Arriba County, New Mexico  
Oil Conservation Division  
Compulsory Pooling Order R-8144

Dear Mr. Blair:

In accordance with the terms of the enclosed New Mexico Oil Conservation Division Order R-8144, we are sending you a copy of this order and a copy of the estimated costs of the subject well as set forth on the AFE dated October 28, 1985.

On behalf of Jerome P. McHugh, you are hereby notified that pursuant to paragraph (4) of the order you have thrity (30) days from receipt of this letter to pay your share of the subject well costs and avoid the penalty which will apply if your share of the costs is taken out of production.

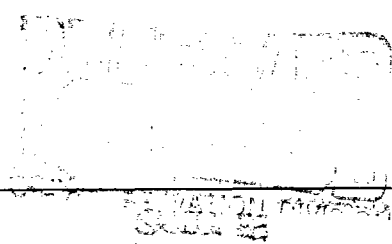
Very truly yours,

Original signed by  
W. THOMAS KELLAHIN  
W. Thomas Kellahin

WTK:ca  
Enc.

cc: Jerome P. McHugh & Associates  
650 South Cherry, Suite 1225  
Denver, Colorado 8022  
Attn: Mr. Kent Craig

Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87504



July 1, 1986

CERTIFIED - Return Receipt Requested

*Case File 8788*

Mountain States Natural Gas  
P. O. Box 35426  
Tulsa, Oklahoma 74543

Attention: Mr. Albert Blair

Re: Continental Divide #1  
E/2 Section 12-T25N-R2W  
Rio Arriba County, New Mexico

Gentlemen:

Last November we mailed an Authority for Expenditure (AFE) instrument for your review which covered the anticipated drilling cost of the captioned well.

Your failure to respond by any means as to our proposed well resulted in a forced pooling action which was held on January 22, 1986.

A copy of the Order of the Division, Case No. 8788, Order No. R-8144 is enclosed for your files. Said Order was effective January 31, 1986. Per the Order itself, operations were to commence "on or before the first day of May, 1986". Due to access problems encountered with the Santa Fe National Forest, we were unable to commence our well but hope to do so by the end of the summer.

Enclosed are two copies of our AFE #0410010 for the Continental Divide #1 reflecting your 6.25% working interest. If agreeable, please execute and return one copy to my attention by Monday, July 21, 1986.

If you elect not to join, please contact me in order that I may discuss a far-mout arrangement.

In the event you elect not to join or respond to this well proposal, please be advised that we will again appear before the Oil Conservation Commission in an effort to force pool your interest.


The next hearing is scheduled for Wednesday, July 23, 1986 in Santa Fe and we will appear on the docket to present the pooling before the Commission once again.

Jerome P. McHugh & Associates  
Operating Affiliate: Nassau Resources, Inc.  
650 South Cherry, Suite 1225  
Denver, Colorado 80222  
(303) 321-2111

Mountain States Natural Gas  
July 1, 1986  
Page Two

Please contact me should you have any questions or need additional information.

Very Truly Yours,

  
Kent C. Craig

KCC/rm

enclosures

cc: Mr. Tom Kellahin ✓  
Kellahin & Kellahin  
El Patio - 117 N. Guadalupe  
P. O. Box 2265  
Santa Fe, New Mexico 87504-2265

Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87504