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Attorneys at Law

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Jason Kellahin Of Counsel

W. Thomas Kellahin

October 28, 1986

Case 9030
RECEIVED

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

OCT 28 1986

OIL CONSERVATION DIVISION

Re: Jerome P. McHugh & Associates Carracas Canyon Unit

Dear Mr. Stamets:

Please set the enclosed application for unit approval for hearing at the next available examiner docket now set for November 19, 1986.

Very truly yours,

W. Thomas Kellahin

WTK:ca Enc.

cc: Jerome P. McHugh & Associates

Suite 1225

650 South Cherry

Denver, Colorado 80222

Attn: Kent Craig

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

RECEIVED

IN THE MATTER OF THE APPLICATION OF JEROME P. McHUGH & ASSOCIATES FOR APPROVAL OF CARRACAS CANYON UNIT, RIO ARRIBA COUNTY, NEW MEXICO.

OCT 28 1985
OIL CONSERVATION DIVISION
CASE: 9030

APPLICATION

Comes now JEROME P. McHUGH and applies to the Oil Conservation Division of New Mexico for approval of the Carracas Canyon Unit Agreement, Rio Arriba County, New Mexico and in support thereof would show:

1. Applicant has formed its Carracas Canyon Unit, composed of 30,025.87 acres of Federal lands and 694.44 acres of fee lands for a total of 30,720.31 acres described as follows:

All of T32N, R4W

T32N, R5W Section 7-18 Section 21: E/2 Section 22-27 Section 28: E/2 Section 34-36

T31N, R5W Section 1, 2, and (3)

- 2. Applicant is designated as operator of the proposed unit.
- 3. The Unit Agreement has been submitted to the Bureau of Land Management for preliminary approval.

- 4. The said Unit Agreement has been approved by sufficient owners of interests to assure its ultimate effectiveness.
- 5. The said Unit is being formed for the development of the acreage dedicated to it.
- 6. The granting of this application will result in the prevention of waste and the protection of correlative rights.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing before the Division's duly appointed Examiner and that after notice and hearing, an order be entered approving the Unit Agreement.

Respectfully submitted:

KELLAHIN, KELLAHIN & AUBREY

W. Thomas Kellahin

P. O. Box 2255

Santa Fe, NM 87501

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