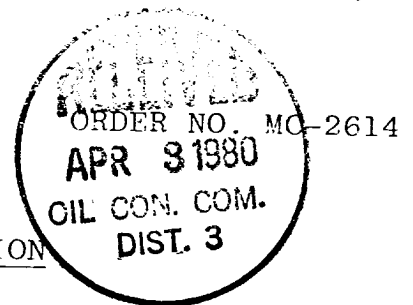


THE APPLICATION OF BOLIN OIL COMPANY
FOR A DUAL COMPLETION.

ADMINISTRATIVE ORDER
OF THE OIL CONSERVATION DIVISION



Under the provisions of Rule 112-A, Bolin Oil Company made application to the New Mexico Oil Conservation Division on March 10, 1980, for permission to dually complete its Candado Well No. 24A located in Unit E of Section 9, Township 26 North, Range 7 West, NMPM, Rio Arriba County, New Mexico, in such a manner as to permit production of gas from the Chacra formation adjacent to the Otero-Chacra Pool and from the Blanco-Mesaverde Pool.

Now, on this 31st day of March, 1980, the Division Director finds:

- (1) That application has been filed under the provisions of Rule 112-A of the Division's Rules and Regulations;
- (2) That satisfactory information has been provided that all operators of offset acreage have been duly notified; and
- (3) That no objections have been received within the waiting period as prescribed by said rule.
- (4) That the proposed dual completion will not cause waste nor impair correlative rights.
- (5) That the mechanics of the proposed dual completion are feasible and consonant with good conservation practices.

IT IS THEREFORE ORDERED:

That the applicant herein, Bolin Oil Company, be and the same is hereby authorized to dually complete its Candado Well No. 24A located in Unit E of Section 9, Township 26 North, Range 7 West, NMPM, Rio Arriba County, New Mexico, in such a manner as to permit production of gas from the Chacra formation adjacent to the Otero-Chacra Pool and from the Blanco-Mesaverde Pool through parallel strings of tubing.

PROVIDED HOWEVER, That applicant shall complete, operate, and produce said well in accordance with the provisions of Rule 112-A.

PROVIDED FURTHER, That applicant shall take packer-leakage tests upon completion and annually thereafter.

IT IS FURTHER ORDERED: That jurisdiction of this cause is hereby retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

JOE D. RAMEY
Division Director