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THE APPLICATION OF EL PASO NATURAL GAS COMPANY FOR PERMISSION TO EFFECT DUAL COMPLETION OF ITS JOHNSTON STATE WELL NO. 8, LOCATED IN THE NW/4 NE/4 OF SECTION 36, TOWN-SHIP 27 NORTH, RANGE 6 WEST, NMPM, RIO ARRIBA COUNTY, NEW MEXICO, IN SUCH A MANNER AS TO PERMIT THE PRODUCTION OF GAS FROM THE SOUTH BLANCO-PICTURED CLIFFS POOL AND THE PRODUCTION OF GAS FROM THE BLANCO-MESAVERDE POOL.

ORDER NO. DC-891



ADMINISTRATIVE ORDER OF THE OIL CONSERVATION COMMISSION

Under the provisions of Rule 112-A (c) El Paso Natural Gas Company made application to the New Mexico Cil Conservation Commission on January 4, 1960, for permission to dually complete its Johnston State Well No. 3, located in the NW/4 NE/4 of Section 36, Township 27 North, Range 6 West, NMPM, Rio Arriba County, New Mexico, in such a manner as to permit the production of gas from the South Blanco-Pictured Cliffs Pool and the production of gas from the Blanco-Mesaverde Pool.

Now, on this 24th day of January, 1960, the Secretary-Director finds:

- (l) That application has been duly filed under the provinces of Subsection 'c' of Rule 112-A of the Commission'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, El Paso Natural Gas Company, be and the same is hereby authorised to dually complete its Johnston State Well No. 8, located in the NW/4 NE/4 of Section 36, Township 27 North, Range 6 West, NMPM, Rio Arriba County, New Mexico, in such a manner as to permit the production of gas from the South Blanco-Pictured Cliffs Peel and the production of gas from the Blanco-Mesaverde Poel through parallel strings of tabling.

PROVIDED HOWEVER, That applicant shall complete, operate, and produce said well in accordance with the provisions of Section V, Rule 112-A, as amended by Order R-1214.

PROVIDED FURTHER, That applicant shall take packer-leakage tests upon completion and annually thereafter during the Annual Deliverability

Test Period for the Blanco-Mesaverde Pool.

IT IS FURTHER ORDERED: That jurisdiction of this cause is hereby retained by the Commission for such further order or orders as may seem necessary or convenient for the prevention of waste and/or protection of correlative rights; upon failure of applicant to comply with any requirement of this order after proper notice and hearing the Commission may terminate the authority hereby granted and require applicant or its successors and assigns to limit its activities to regular single-some production in the interests of conservation.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

A. L. PORTER, Jr., Secretary-Director

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