September 23, 1956

## SUBJECT: DUAL COMPLETION (GAS-GAS)

THE APPLICATION OF MAGNOLIA PETROLEUM COMPANY FOR PERMISSION TO EFFECT DUAL COMPLETION OF ITS JICARILLA "F" WELL NO. 1, LOCATED IN THE NW/4 NE/4 OF SECTION 22, TOWNSHIP 27 NORTH, RANGE 3 WEST, NMPM, RIO ARRIBA COUNTY, NEW MEXICO, IN AN UNDESIGNATED PICTURED CLIFFS POOL AND AN UNDESIGNATED MESAVERDE POOL.

ORDER NO. DC-325

# ADMINISTRATIVE ORDER OF THE OIL CONSERVATION COMMISSION

Under the provisions of Rule 112-A (c) Magnolia Petroleum Company made application to the New Mexico Oil Conservation Commission on September 13, 1956 for permission to dually complete its Jicarilla "P" Well No. 1, located 990 feet from the North line and 1650 feet from the East line and in the NW/h NE/h of Section 22, Township 27 North, Range 3 West, NMPM, Rio Arriba County, New Mexico, in an undesignated Pictured Cliffs Pool and an undesignated Mesaverds Pool.

The Secretary-Director Finds:

- (1) That application has been duly filed under the provisions 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.

## IT IS T EREFORE ORDERED:

That the applicant, herein, Magnolia Petroleum Company be and it hereby is authorized to dually complete its Jicarilla "F" Well No. 1, located in the NW/h NE/h of Section 22, Township 27 North, Range 3 west, NMPM, Rio Arriba County, New Mexico in such manner as to permit production of gas from the Pictured Cliffs formation of an undesignated Pictured Cliffs Pool by proper perforations of the casing through one string of tubing and the production of gas from the Mesaverde formation of an undesignated Mesaverde Pool by proper perforation of a liner through another string of tubing and the installation of a suitable packer and with the installation of adequate surface equipment to maintain complete separation of the two zones of production.

PROVIDED HOWEVER, That subject well shall be completed and thereafter produced in such a manner that there will be no commingling within the well-bore, either within or outside the casing of gas, oil and gas, or oil produced from either or both of the separate strata,

PROVIDED HOWEVER, That prior to the actual dual completion the operator shall make pressure tests of the casing to prove that no casing leaks have developed since the well was originally completed. In the event a casing leak is apparent the operator shall take appropriate steps to adequately repair the leak. The results of these tests shall be reported to the Commission on Form C-103.

PROVIDED FURTHER, That upon the actual dual completion of such subject well applicant shall submit to the appropriate District Office of the Commission, copies of Oil Conservation Commission Forms C-104, Forms C-110 and Forms C-122 outlining the information required on those forms by existing Rules and Regulations and two copies of the electric log of the well.



## BUTTER: MAL CORPLETE (GAS-CAS)

THE APPLICATION OF CANOLISE PETROLES CON ANY OUR PREMINSION TO REPECCE DIAL COMPLETION OF PERSON OF PERSON OF A STREET A

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#### ANTENESTICS (RUBE OF HET VIL VICTORIANTION COMMITTION

Under the provisions of Eule 112-2 (c) Magnolia etroleum Coupany made application to the New Maxico Cil Conservation Condission on September 13, 1956 for permission to dually complete its disarilla "Form the 1 No. 1, located 990 feet from the North line and 1650 feet from the Mast line and in the Ma/b LE/b of Section 22, Townsoip 27 Morth, Range 3 Lent, GROW, Rio Arriba County, New Maxico, in an undesignated Rictured Cliffs Pool and an undesignated Masswerde Pool.

#### The Jeerstany-Linester Finds:

- (I) That applicables been duly filed under the provisions of Subsection of Pije 112-4 of the Commission's hules and Regulations;
- (2) This satisfactory information has been provided that all operators of offset acreame have been fully untilled; and
- (3) That no objections have been received within the waiting period as prescribed by said rule.

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That the appliant, agreed, magnetic fetroicem to perfore and it hereby is authorized to dually consists its dicarilla "F" seel No. 1, located in the Na/h NE/h of Section 22, Township 21 North, Hange frest, ANTH, Pic Arriba County, New exico in such manner as to permit, reduction of gas from the Pictured Cliffs formation of an undesignated Pictured Cliffs fool by proper perforations of the casing enrough one string of tubing and the production of gas from the Mesaverde formation of an undesignated Mesaverde fool by proper perforation of a liner through another string of tabing and the installation of a silver and with the installation of adequate surface equipment to raintain complete separation of the two soons of production.

- PROJECT WOUNTS WOUTER, That subject well shall be completed and thereafter produced in such a marmer that there will se no constaglion within the well-bore, either within or outside the caring of man, oil and was, or oil produced from either or noth of the deprinate strate.
- put IDVD \*...VER, That order to the nethal dual completion the operator small make pressure tests of the casing to prove that no easing leaks have developed since the well was originally completed. In the event a casing leak is apparent the operator stall take appropriate state state to adequately repair the leak. The results of twee tests shall be reported to the Commission on Fore C-103.
- (D) [HE] PREMIRE, That upon the actual dual completion of such subject well applicant shall repriet to the acturopriste Mistrict Office of the Coumission, copies of Oil Conservation Commission Forms C-10%, Forms C-113 and Forms C-122 cutlining the information required on those forms by existing Rubes and Regulations and two copies of the electric log of the well.



PROVIDED FURTHER, That said subject well for dual completion and production shall be equipped in such a way that reservoir pressures may be determined separately for each of the two specified strata, and further, be equipped with all necessary connections required to permit recording meters to be installed and used, at any time, as may be required by the Commission or its representatives, in order that natural gas, oil, or oil and gas from each separate stratum may be accurately measured and the gas distillate ratio thereof determined, and

PROVIDED FURTHER, That the operator-applicant shall make any and all tests, including segregation tests, packer leakage tests on completion and annually during the deliverability test of the Pictured Cliffs Pool and submit packer setting affidavit on completion after remedial work or whenever the packer is disturbed but not excluding other tests and/or determinations at any convenient time and in such manner as deemed necessary by the Commission; the original and all subsequent tests shall be witnessed by representatives of the Commission and by representatives of offset operators, if any there be, at their election, and the results of each test properly attested to by the applicant herein and all witnesses, and shall be filed with the Commission within ten days after completion of such test, and

PROVIDED FURTHER, That upon the actual dual completion of such subject well, applicant shall submit to the Commission a diagrammatic sketch of the mechanical installation which was actually used to complete and produce the seal between the strata, and a special report of production, gas-distillate ratio and reservoir pressure determination of each producing zone or stratum immediately following completion.

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-gone production in the interests of conservation.

APPROVED at Santa Fe, New Mexico, on this 23rd day of September 1956.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

A. L. PORTER, JR. Secretary-Director

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PRINCIPAL TO By That were the actual actions and subject well, applicant shall sound to the Comission a diagrammatic sketch of the accoming installation and was actually and to complete and produce the seal welkeen the strate, and a special report of production, as-distillate ratio and reservoir pressure determination of each productor some or stratum i mediately following completion.

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APPROVED at Paula Fe, New Mexico, on this Wird day of Co. techer 1996.

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