ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Rule 112-A Tenneco Oil Company made application to the New Mexico Oil Conservation Division on June 4, 1981, for permission to dually complete its State Well No. 16-1E located in Unit P of Section 16, Township 26 North, Range 8 West, NMPM, San Juan County, New Mexico, in such a manner as to permit production of gas from the Ballard-Pictured Cliffs Pool and the Basin-Dakota Pool.

Now, on this 20th day of July, 1981, 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 saitsifactory information has been provided that all operators of offset acreage have been duly notified;
- 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; and
- 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, Tenneco Oil Company, be and the same is hereby authorized to dually complete its State Well No. 16-IE locate in Unit P of Section 16, Township 26 North, Range 8 West, NMPM, San Juan County, New Mexico, in such a manner as to permit production of gas from the Ballard Pictured Cliffs Pool and the Basin-Dakota Pool through parallel strings of tubing.

PROVIDED HOWEVER, That applicant shall domplete, 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

DON ATTO

DIL CONSERVATI<u>O</u>N DIVISION

JOE D. RAMEY

Division Director

SEAL

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