SUBJECT: DUAL COMPLETION (Gas-Gas) February 7, 1956

THE APPLICATION OF DELHI-TAYLOR OIL CORPORATION FOR PERMISSION TO EFFECT DUAL COMPLETION OF ITS PRICHARD WELL NO. 4, LOCATED IN THE NE/4 SW/4 OF PARTIAL SECTION 31, TOWNSHIP 29 NORTH, RANGE 8 WEST, NMPM, SAN JUAN COUNTY, NEW MEXICO, IN AN UNDESIGNATED PICTURED CLIFFS GAS POOL AND THE BLANCO MESAVERDE GAS POOL.

Order No. DC-276

ADMINISTRATIVE ORDER
OF THE OIL CONSERVATION COMMISSION

Under the provisions of Order No. R-316, Rule 112-A, Delhi-Taylor Oil Corporation made application to the New Mexico Oil Conservation Commission on February 6, 1956, for permission to dually complete its Prichard Well No. 4, located 1450 feet from the south line and 790 feet from the west line and in the NE/4 SW/4 of partial Section 31, Township 29 North, Range 8 West, NMPM, San Juan County, New Mexico.

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 prescribed by said rule.

IT IS THEREFORE ORDERED:

That the applicant, herein, Delhi-Taylor Oil Corporation, be and it hereby is authorized to dually complete its Prichard Well No. 1, located in the NE/4 SW/4 of partial Section 31, Township 29 North, Range 8 West, NMPM, San Juan County, New Mexico, in such manner as to permit the production of gas from the Pictured Cliffs formation of an undesignated Pictured Cliffs Gas Pool from proper perforations of the casing through the casing-tubing annulus and the production of gas from the Cliffhouse and Point Lookout formations of the Blanco-Mesaverde Gas Pool by the proper perforations of the cemented liner and producing through the 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 produced from either or both of the separate strata,

PROVIDED FURTHER, That upon the actual dual completion of such subject well applicant shall submit to the District Office of the Commission at Aztec, New Mexico, copies of Oil Conservation Commission Form C-103, Form C-104, Form C-110 and Form C-122 outlining the information required on those forms by existing Rules and Regulations and two copies of the electric log of the well, if available.

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-oil ratio thereof determined, and

PROVIDED FURTHER, That the operator-applicant shall make any and all tests, including segregation tests, 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

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-zone production in the interests of conservation.

APPROVED at Santa Fe, New Mexico, on this 7th day of February, 1956.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

W. B. Macey
Secretary-Director

SEAL

[illegible]

[illegible]

[illegible]