ORDER NO. DC-1024

THE APPLICATION OF EL PASO HATURAL GAS COMPANY FOR PERMISSION TO EFFECT DUAL COMPLETION OF ITS SUMRAY WELL NO. 1-A LOCATED IN THE NE/4 NE/4 OF SECTION 15, TONNSHIP 30 NORTH, RANGE 10 WEST, MMPM, SAN JUAN COUNTY, NEW MEXICO, IN SUCH A MANNER AS TO PERMIT THE PRODUCTION OF GAS FROM THE PICTURED CLIPPS FORMATION ADJACENT TO THE AZTEC-PICTURED CLIPPS POOL AND THE PRODUCTION OF GAS FROM THE BLANCO-MESAVERDE POOL.

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION CONSISSION

Under the provisions of Rule 112-A (c) El Paso Natural Gas Company made application to the New Mexico Oil Conservation Commission on Movember 14, 1960, for permission to dually complete its Sunray Well No. 1-A located in the NE/4 NE/4 of Section 15, Township 30 North, Mange 10 West, MMPM, San Juan County, New Mexico, in such a manner as to permit the production of gas from the Pictured Cliffs formation adjacent to the Aztec-Pictured Cliffs Pool and the production of gas from the Blanco-Mesaverde Pool.

Now, on this 28th day of November, 1960, the Secretary-Director finds:

- (1) That application has been duly filed under the provisions of Sub-section '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 authorized to dually complete its Sunray Well No. 1-A located in the NE/4 NE/4 of Section 15, Township 30 North, Range 10 West, NMPM, San Juan County, New Mexico, in such a manner as to permit the production of gas from the Pictured Cliffs formation adjacent to the Axtec-Pictured Cliffs Pool and the production of gas 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 Section V, Rule 112-A.

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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, or as directed by the Secretary-Director of the Commission.

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 pretection of correlative rights; upon failure of applicant to comply with any requirement of this order, 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.

DOME 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

SEAL