

Entered November 30, 1978
JLR

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 6352
Order No. R-5870

APPLICATION OF SOUTHLAND ROYALTY
COMPANY FOR A DUAL COMPLETION,
SAN JUAN COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on November 8, 1978, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 30th day of November, 1978, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

(1) That due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant, Southland Royalty Company, seeks approval for the dual completion of its Grenier "A" Well No. 1A located in Unit C of Section 26, Township 30 North, Range 10 West, NMPM, San Juan County, New Mexico, to produce gas from the Blanco-Pictured Cliffs and Blanco Mesaverde Pools, with separation of the zones to be achieved by means of a polished bore receptacle and mandrel.

(3) That the mechanics of the proposed dual completion are feasible, provide for zone separation equivalent to that achieved by means of tubing and a packer in gas wells, and are in accord with good conservation practices.

(4) That approval of the subject application will prevent waste and protect correlative rights.

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IT IS THEREFORE ORDERED:

(1) That the applicant, Southland Royalty Company, is hereby authorized to complete its Grenier "A" Well No. 1A located in Unit C of Section 26, Township 30 North, Range 10 West, NMPM, San Juan County, New Mexico, to produce gas from the Blanco-Pictured Cliffs and Blanco Mesaverde Pools, with separation of the zones to be achieved by means of a polished bore receptacle and mandrel.

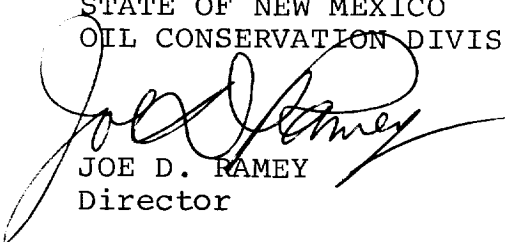
PROVIDED HOWEVER, that the applicant shall complete, operate, and produce said well in accordance with the provisions of Rule 112-A of the Division Rules and Regulations insofar as said rule is not inconsistent with this order;

PROVIDED FURTHER, that the applicant shall take packer leakage tests upon completion and annually thereafter during the Annual Deliverability Test Period for prorated gas wells in Northwest New Mexico.

(2) That jurisdiction of this cause is 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
OIL CONSERVATION DIVISION



JOE D. RAMEY
Director

S E A L

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