ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Rule 112-A, Marathon Oil Company, made application to the New Mexico Oil Conservation Division on December 4, 1978, for permission to dually complete its Jicarilla Apache Well No. 20 located in Unit M of Section 27, Township 26 North, Range 5 West, NMPM, Rio Arriba County, New Mexico, in such a manner as to permit production of gas from the South Blanco-Pictured Cliffs Pool and from the Chacra formation adjacent to the Otero-Chacra Pool.

Now, on this 26th day of December, 1978, the Secretary-Director finds:

- (1) That application has been duly filed under the provisions of Rule 112-A of the Division'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, Marathon Oil Company, be and the same is hereby authorized to dually complete its Jicarilla Apache Well No. 20 located in Unit M of Section 27, Township 26 North, Range 5 West, NMPM, Rio Arriba County, New Mexico, to permit production of gas from the South Blanco-Pictured Cliffs Pool and from the Chacra formation adjacent to the Otero-Chacra Pool through the casing-tubing annulus and the tubing respectively.

PROVIDED HOWEVER, That applicant shall complete, 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.

 $\underline{\mbox{IT IS FURTHER ORDERED:}}$ 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
OIL CONSERVATION DEVISION

JOE D. RAMEY Division Director

SEAL

