ADMINISTRATIVE ORDER OF THE OIL CONSERVATION COMMISSION

Under the provisions of Rule 112-A, El Paso Natural Gas Company made application to the New Mexico Oil Conservation Commission on January 22, 1975, for permission to dually complete its Lloyd A Well No. 4 located in Unit K of Section 9, Township 29 North, Range 11 West, NMPM, San Juan County, New Mexico, in such a manner as to permit production of gas from the Pictured Cliffs formation adjacent to the Aztec-Pictured Cliffs Pool and from the Chacra formation.

NOW, on this 10th day of February, 1975, the Secretary-Director finds:

- (1) That application has been duly filed under the provisions 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 applicant herein, M1 Paso Natural Gas Company, be and the same is hereby authorized to dually complete its Lloyd A Well No. 4 located in Unit K of Section 9, Township 29 North, Range 11 West, NMPM, San Juan County, New Mexico, in such a manner as to permit production of gas from the Pictured Cliffs formation adjacent to the Aztec-Pictured Cliffs Pool and from the Chacra formation through parallel strings of 2 7/8" casing cemented in a common wellbore.

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.

IT IS FURTHER ORDERED: That jurisdiction of this cause is hereby retained for the entry of such further orders as the Commission may deem necessary.

DONE 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