THE SEP ATION OF SOUTHLE OF ROYALTY
COMPANY OF A DUAL COMPLETION

ORDER NO. MC-2543

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

The fithe provisions of Rule 112-A, Southland Royalty Company made application to the New Mexico Oil Conservation Division on June 25, 1979, for permission to dually complete its Reese Mesa Well No. 2A located in Unit J of Section 11, Township 32 North, Range 8 West, NMPM, San Juan County, New Mexico, in such a manner as to permit production of gas from the Pictured Cliffs formation and from the Blanco-Mesaverde Pool.

Now on this 16th day of July, 1979, the Division Director finds:

- (1) That application has been 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 presc ibed by said rule.
- (ℓ) That the proposed dual completion will not cause waste nor impair correlat ℓ rights.
- (5 That the mechanics of the proposed dual completion are feasible and consonant with good conservation practices.

II LS THEREFORE ORDERED:

That the applicant herein, Southland Royalty Company, be and the same is hereby authorized to dually complete its Reese Mesa Well No. 2A located in Unit J of Section 11, Township 32 North, Range 8 West, NMPM, San Juan County, New Mexico, in such a manner as to permit production of gas from the Pictured Cliffs formation and 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 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 Division may deem necessary.

 ${\tt DONE}$ at Santa Fe, New Mexico, on the day and year hereinabove designated.

JUL 2 0 1979 OIL CON. COM. DIST. 3 STATE OF NEW MEXICO
OIL CONSERVATION DIVISION

JOE D. RAMEY Division Director