8-15=72 Dual Saturday 5450 - 12026 Thicro Spherical Jocument Jo 5458-120381 Formation Density 5600- 12038' Gamma Ray 5450' - 12039' Microlog 5450- 012038'

IT IS THEREFORE ORDERED: Come #4817 R-4396

(1) That the applicant, Phillips Petroleum Company, is hereby authorized to complete its Drag "B" Well No. 1, located in Unit K of Section 18, Township 23 South, Range 27 East, NMPM, Eddy County, New Mexico, as a dual completion (conventional) to produce gas from an undesignated Canyon gas pool through the casing-tubing annulus and from the South Carlsbad-Morrow Gas Pool through 2 7/8-inch tubing with separation of zones by a packer set at approximately 11,380 feet;

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

PROVIDED FURTHER, that the applicant shall take packerleakage tests upon completion and annually thereafter during the Annual Shut-in Test Period for the South Carlsbad-Morrow Gas Pool.

30.015-20624