ADMINISTRATIVE ORDER OF THE OIL CONSERVATION CONMISSION

Under the provisions of Rule 112-A, Continental Oil Company made application to the New Mexico Oil Conservation Commission on April 26, 1974, for permission to dually complete its AXI Apache "O" Well No. 2, located in Unit D, Section 3, Township 25 North, Range 4 West, NAPM, Rio Arriba County, New Mexico, in such a manner as to produce gas from the South Blanco-Pictured Cliffs Pool and the Blanco-Mesaverde Pool.

Now, on this 2nd day of May, 1974, 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 waivers of objection have been received from such operators of offset acreage;
- (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, Continental Oil Company, be and the same is hereby authorized to dually complete its AXI Apache "O" Well No. 2 located in Unit D, Section 3, Township 25 North, Range 4 West, NMPM, Rio Arriba County, New Mexico, in such a manner as to produce gas from the South Blanco-Pictured Cliffs Pool and 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 Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO OIL_CONSERVATION COMMISSION

W. Chan,

A. L. PORTER, Jr. Secretary-Director

SEAL

