

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

February 4, 1959

**Occidental Petroleum Corporation
c/o Val R. Reese & Associates
120 South Commercial
Farmington, New Mexico**

Gentlemen:

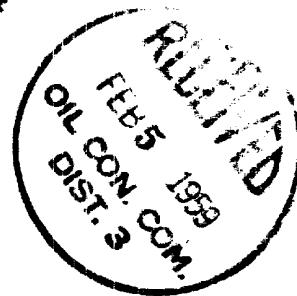
Enclosed herewith please find Administrative Order No. DC-728 for your "E" Lease Well No. 2-27, located in the NE/4 SW/4 of Section 27, Township 26 North, Range 3 West, NMPM, Rio Arriba County, New Mexico, to permit the production of gas from the Blanco Mesaverde Pool and the production of gas from the Pictured Cliffs formation adjacent to the Tapacito Pictured Cliffs Pool.

Very truly yours,

**A. L. PORTER, Jr.,
Secretary-Director**

ALP/EJF/og

**cc: Oil Conservation Commission - Aztec
U. S. Geological Survey - Farmington**



THE APPLICATION OF OCCIDENTAL
PETROLEUM CORPORATION FOR
PERMISSION TO EFFECT DUAL
COMPLETION OF ITS E LEASE WELL
NO. 2-27, LOCATED IN THE NE/4 SW/4
OF SECTION 27, TOWNSHIP 26 NORTH, RANGE
3 WEST, NMPM, RIO ARriba COUNTY, NEW
MEXICO, IN SUCH A MANNER AS TO PERMIT
THE PRODUCTION OF GAS FROM THE BLANCO
MESAVERDE POOL AND THE PRODUCTION OF
GAS FROM THE PICTURED CLIFFS FORMATION
ADJACENT TO THE TAPACITO PICTURED CLIFFS
POOL.

ORDER NO. DC-728

ADMINISTRATIVE ORDER
OF THE OIL CONSERVATION COMMISSION

Under the provisions of Rule 112-A (c) Occidental Petroleum Corporation made application to the New Mexico Oil Conservation Commission on January 12, 1959, for permission to dually complete its E Lease Well No. 2-27, located in the NE/4 SW/4 of Section 27, Township 26 North, Range 3 West, NMPM, Rio Arriba County, New Mexico, in such a manner as to permit the production of gas from the Blanco Mesaverde Pool and the production of gas from the Pictured Cliffs formation adjacent to the Tapacito Pictured Cliffs Pool.

Now on this 4th day of February, 1959, the Secretary-Director finds:

- (1) That application has been duly filed under the provisions of Sub-section 'c' 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 the applicant herein, Occidental Petroleum Corporation, be and the same is hereby authorized to dually complete its E Lease Well No. 2-27, located in the NE/4 SW/4 of Section 27, Township 26 North, Range 3 West, NMPM, Rio Arriba County, New Mexico, in such a manner as to permit the production of gas from the Blanco Mesaverde Pool and the production of gas from the Pictured Cliffs formation adjacent to the Tapacito Pictured Cliffs Pool, through parallel strings of tubing.

PROVIDED HOWEVER, that applicant shall complete, operate, and produce said well in accordance with the provisions of Section V, Rule 112-A, as amended by Order R-1214.

PROVIDED FURTHER, that applicant shall take packer-leakage tests upon completion and annually thereafter during the Annual Deliverability Test Period for the Blanco Mesaverde Pool.

IT IS FURTHER ORDERED: that jurisdiction of this cause is hereby retained by the Commission for such further order or orders as may seem

Order No. DC-728

-2-

necessary or convenient for the prevention of waste and/or protection of correlative rights; upon failure of applicant to comply with any requirement of this order after proper notice and hearing the Commission may terminate the authority hereby granted and require applicant or its successors and assigns to limit its activities to regular single-zone production in the interests of conservation.

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

SEAL

og

10/10/1919

Dear Mr. [Name] [Address] [City] [State] [Country]
I have the pleasure to acknowledge the receipt of your letter of the 10th inst. and in reply to inform you that the same has been forwarded to the proper authorities for their consideration. I am sure that they will give it the attention it deserves and will be glad to hear from you again when you hear from them.

Very respectfully,
[Signature]

[Name]
[Title]

[Address]
[City] [State] [Country]