THE APPLICATION OF CAULKINS TO STORY ON COMPANY FOR A DUAL COMPLET ON COMPANY

ORDER NO. MC-2748

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Rule 112-A, Caulkins Oil Company made application to the New Mexico Oil Conservation Division on November 12, 1980, for permission to dually complete its Breech A No. 136E located in Unit O of Section 10, <u>Iownship</u> 26 North, Range 6 West, NMPM, Rio Arriba County, New Mexico, in such a manner as to permit production of gas from the Chacra Mesaverde formation and the Dakota formation.

Now, on this 20th day of November, 1980, 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 there are no other operators of offset acreage.
- 3. That the proposed dual completion will not cause waste nor impair correlative rights; and
- 4. That the mechanics of the proposed dual completion are feasible and consonant with good conservation practices.

IT IS THEREFORE ORDERED:

That the applicant herein, Caulkins Oil Company, be and the same is hereby authorized to dually complete its Breech A No. 136E located in Unit O of Section 10, Township 26 North, Range 6 West, NMPM, Rio Arriba County, New Mexico, in such a manner as to permit production of gas from the Chacra Mesaverde formation and the Dakota formation 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.

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

STATE OF NEW MEXICO OIL CONSERVATION DIVISION

/JOE D. RAMEY / Division Director

CEAL