Order No. DC-318

THE APPLICATION OF MAGNOLIA PETROLEUM COMPANY FOR PERMISSION TO EFFECT DUAL COMPLETION OF ITS JICARILLA "G" WELL NC. 1, LOCATED IN THE NE/h NE/h OF SECTION 35, TOWNSHIP 27 WORTH, RANGE 3 WEST, MMPM, RIO ARRIBA COUNTY, IN AN UNDESIGNATED PICTURED CLIFFS POOL AND AN UNDESIGNATED MESAVERDE POOL.

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION COMMISSION

Under the provisions of Rule 112-A (c) Magnolia Petroleum Company made application to the New Mexico Gil Conservation Commission on September 13, 1956 for permission to dually complete its Jicarilla "G" Well No. 1, located 990 feet from the North and East lines and in the NE/4 NE/4 of Section 35, Township 27 North, Range 3 West, NMPM, Rio Arriba County, in an undesignated Pictured Cliffs Pool and an undesignated Mesaverde Pool.

The Secretary-Director Finds:

- (1) That application has been duly filed under the provisions of Subsection '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.

IT IS THEREFORE ORDERED:

That the applicant, herein, Magnolia Petroleum Company be and it hereby is authorized to dually complete its Jicarilla "G" Well No. 1, located in the NE/h NE/h of Section 35, Township 27 North, Range 3 West, NMPM, Rio Arriba County, New Mexico in such manner as to permit production of gas from the Pictured Cliffs formation of an undesignated Pictured Cliffs Pool by proper perforation of the casing through one string of tubing and the production of gas from the Mesaverde formation of an undesignated Mesaverde Pool by proper perforation of the liner through another string of tubing and the installation of a suitable packer and with the installation of adequate surface equipment to maintain complete separation of the two zones of production.

PROVIDED HOWEVER, That subject wellshall be completed and thereafter produced in such a manner that there will be no commingling within the well-bore, either within or outside the casing of gas, oil and gas, or oil produced from either or both of the separate strata,

PROVIDED HOWEVER, That prior to the actual dual completion the operator shall make pressure tests of the casing to prove that no casing leaks have developed since the well was originally completed. In the event a casing leak is apparent the operator shall take appropriate steps to adequately repair the leak.

PROVIDED FURTHER, That upon the actual dual completion of such subject well applicant shall submit to the appropriate District Office of the Commission copies of Oil Conservation Commission Forms C-10h, Forms C-110 and Forms C-122 outlining the information required on those forms by existing Rules and Regulations and two copies of the electric log of the well.

PRCVIDED FURTHER, That said subject well for dual completion and production shall be equipped in such a way that reservoir pressures may be determined separately for each of the two specified strata, and further, be equipped with all necessary connections required to permit recording meters to be installed and used, at any time, as may be required by the Commission or its representatives, in order that natural gas, distillate, or distillate and gas from each separate stratum may be accurately measured and the gas distillate ratio thereof determined, and

Or er 3c. 10-368

THE APPLICATION OF MAGRELIA PETROLEUS COMPANY FOR PER ISSION TO EFFECT LOAD COMPANY FOR PER ISSION TO EFFECT LOAD SCHILLA "G" WELL NO. 1, LOCATED IN THE NEW NEW NEW LANGS SECTION 35, TOWN SHIP 27 MEST, LANGS AND UNDESIGNATED PICTURED CLIFTS FOOL AND AND UNDESIGNATED MESSVERDE FOOL.

ADMINISTRATION GROSSION OF THE OIL CONSERVATION CONSERVATION

Under the provisions of Rule 118-A (c) Pagnolis retriquently nade application to the Rew Mexico Oil Conservation Commission on September 13, 1956 for permission to duality complete its Mearilla "C" Well No. 1, located 990 focus from the Worth and East lines and in the NE/B NE/B of Rection 35, Tourship 27 North, Range 3 Mest, NMFM, Rio Armiba County, in an undesignated Pictured Cliffs Pool and an undesignated Messverde Pool.

The Secretary-Director Finds:

- (1) That application has been duly filed under the provisions of Subsection 'c' of Rule 112-A of the Commission's Rules and Regulations;
- (2) That satisfactory information has seen 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.

IT IS THEREFORE OF DEREEDS

That the applicant, herein, Magnolia Petroleum Company be and it hereby is authorized to dually complete its Jicarilla "G" well No. 1, located in the list authorized to dually complete its Jicarilla "G" well No. 1, located in the ME/h ME/h of Section 35, Township 27 North, Range 3 West, NMFM, Ric Arriba County, New Mexico in such manner as to permit production of gas from the liter formation of an undesignated Pictured Cliffs Pool by proper perform the Mesaverde Pouration of an undesignated Mesaverde Pool by proper perforation of the liner through another string of tubing and the installation of forstials a suitable packer and with the installation of adequate purface equipment to maintain complete separation of the two scores of production.

FW. IFT 90 (VER, Thet subject wellshall os comileted and thereafter produced in such a remast that there will be no or subgliar within the wellshore; either within or outside the dasing of cas, oil and jes, or oil produced from sither or both of the separate strate,

FROITED SCIVE, That prior to the actual dual completion the operator shall make pressure tests of the casing to prove that no casing leaks have developed since the well was originally completed. In the event a casing leak is apparent the operator shall take appropriate steps to adequately repair the leak.

PRO IDED FURTHER, That upon the actual dual completion of such subject well applicant shall swomit to the appropriate further office of the Commission copies of Gil Conservation Commission Forms G-10h, Forms G-110 and Forms G-122 outlining the information required on those forms by existing Rules and Regulations and two copies of the electric log of the well.

Fig 1000 : URTIFIE, that said subject well for dust completion and production shall be equipped in such a way that reservoir pressures may be determined separately for each of the two specified strata, and further, be equipped with all necessary connections required to permit recording moters to be instabled and used, at any tile, as may be required by the Cormission or its representatives, in order that natural was, distillate, or distillate and gas from each separate stratum may be accurately measured and the gas distillate ratio thereof determined, and

PROVITED FURTHER, That the operator-applicant shall make any and all tests, including segregation tests, packer leakage tests on completion and anaually during the deliverability test for the Pictured Cliffs Pool and submit packer setting affidavit on completion after remedial work or whenever the packer is disturbed, but not excluding other tests and/or determinations at any convenient time and in such manner as deemed necessary by the Commission; the original and all subsequent tests shall be witnessed by representatives of the Commission and by representatives of offset operators, if any there be, at their election, and the results of each test properly attested to by the applicant herein and all witnesses, and shall be filed with the Commission within ten days after completion of such test, and

PROVIDED FURTHER, That upon the actual dual completion of such subject well, applicant shall submit to the Commission a diagrammatic sketch of the mechanical installation which was actually used to complete and produce the seal between the strata, and a special report of production, gas-distillate ratio and reservoir pressure determination of each producing zone or stratum immediately following completion.

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

APPROVED at Santa Re, New Mexico, on this 23rd day of September, 1956.

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

A. L. PORTER, JR. Secretary-Director

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PRO INFO PRIMER, That woon the actual dual completion of each audject well, applicant shell submit to the Commission a diagrammatic exeten of the mechanical installation which was actually used to complete and produce the seal between the strata, and a special report of production, gas-distillate ratio and reservoir pressure determination of each producing zone or stratum immediately following completion.

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APERCENE at Sonta Pe, New Mexico, on this 23rd day of reptamoor, 1956.

STATE OF IEW MATEUR COMPLETEN

6. F. FORTER, CR.Secretary-Enrotor

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