

THE APPLICATION OF EL PASO NATURAL GAS PRODUCTS COMPANY FOR PERMISSION TO EFFECT DUAL COMPLETION OF ITS DELHI-TAYLOR WELL NO. 1-C (GD) LOCATED 790 FEET FROM THE SOUTH LINE AND 790 FEET FROM THE WEST LINE OF SECTION 4, TOWNSHIP 26 NORTH, RANGE 11 WEST, NMPM, SAN JUAN COUNTY, NEW MEXICO, IN SUCH A MANNER AS TO PERMIT THE PRODUCTION OF GAS FROM AN UNDESIGNATED DAKOTA FORMATION AND THE PRODUCTION OF OIL FROM THE GALLUP-FORMATION ADJACENT TO THE GALLEGOS-GALLUP POOL.

ORDER NO. DC-730



ADMINISTRATIVE ORDER
OF THE OIL CONSERVATION COMMISSION

Under the provisions of Rule 112-A (c) El Paso Natural Gas Products Co. made application to the New Mexico Oil Conservation Commission on January 21, 1959, for permission to dually complete its Delhi-Taylor Well No. 1-C (GD) located 790 feet from the South line and 790 feet from the West line of Section 4, Township 26 North, Range 11 West, NMPM, San Juan County, New Mexico, in such a manner as to permit the production of gas from an undesignated Dakota formation and the production of oil from the Gallup formation adjacent to the Gallegos-Gallup Pool.

Now on this 10th day of February, 1959, the Secretary-Director finds:

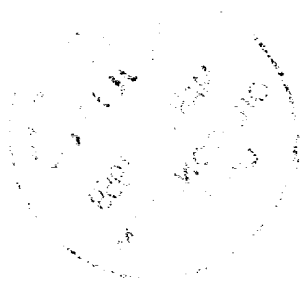
- (1) That application has been duly filed under the provisions of Sub-section 'c' of Rule 112-A of the Commission's Rules and Regulations;
- (2) That satisfactory information has been provided that all operators of offset acreage have been duly notified; and
- (3) That no objections have been received 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, El Paso Natural Gas Products Co., be and the same is hereby authorized to dually complete its Delhi-Taylor Well No. 1-C (GD) located 790 feet from the South line and 790 feet from the West line of Section 4, Township 26 North, Range 11 West, NMPM, San Juan County, New Mexico, in such a manner as to permit the production of gas from an undesignated Dakota formation and the production of oil from the Gallup formation adjacent to the Gallegos-Gallup 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 Gas-Oil Ratio Test Period for the Gallegos-Gallup Pool.



THE APPLICANT HAS BEEN ADVISED THAT THE
BUREAU OF LAND MANAGEMENT HAS RECEIVED
YOUR APPLICATION FOR A PERMIT TO
CONDUCT RESEARCH IN THE SOUTH LINE AREA
AND THAT THE BUREAU OF LAND MANAGEMENT
IS CURRENTLY REVIEWING THE APPLICATION
AND THAT THE BUREAU OF LAND MANAGEMENT
WILL BE IN CONTACT WITH YOU AGAIN
IN THE NEAR FUTURE.

APPLICANT'S STATEMENT
OF THE BUREAU OF LAND MANAGEMENT

The Bureau of Land Management has received your application for a permit to conduct research in the South Line Area and has been advised that the Bureau of Land Management is currently reviewing the application and that the Bureau of Land Management will be in contact with you again in the near future.

Now on this 10th day of January, 1964, the Bureau of Land Management

has

(1) That the application has been filed under the provisions of the Act of the Department of the Interior and the Bureau of Land Management.

(2) That satisfactory information has been provided under the provisions of the Act of the Department of the Interior and the Bureau of Land Management.

(3) That no objections have been received within the waiting period as prescribed by law.

(4) That the proposed dual completion will not cause waste or injury to the public.

(5) That the proposed dual completion will be in accordance with the provisions of the Act of the Department of the Interior and the Bureau of Land Management.

IT IS ORDERED THAT:

That the applicant be permitted to conduct research in the South Line Area and that the Bureau of Land Management is currently reviewing the application and that the Bureau of Land Management will be in contact with you again in the near future.

That the applicant be permitted to conduct research in the South Line Area and that the Bureau of Land Management is currently reviewing the application and that the Bureau of Land Management will be in contact with you again in the near future.

That the applicant be permitted to conduct research in the South Line Area and that the Bureau of Land Management is currently reviewing the application and that the Bureau of Land Management will be in contact with you again in the near future.

Order No. DC-730

-2-

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.

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

IT IS FURTHER ORDERED : That jurisdiction is hereby retained by the Commission for the purpose of determining the propriety or expediency of any order or regulation of the Commission in relation to the production of water and the production of electricity and the Commission may, in its discretion, order the production of water and the production of electricity to be regulated by the Commission in its discretion.

IN WITNESS WHEREOF, I have hereunto set my hand and the seal of the Commission, at the City of New York, this 1st day of January, 1911.

JOHN D. RYAN, Secretary

JOHN D. RYAN, Secretary