THE APPLICATION OF EL PASO NATURAL ORDER NO. DC-753 GAS COMPANY FOR PERMISSION TO EFFECT DUAL COMPLETION OF ITS HUERFANO UNIT WELL NO. 107, LOCATED 1460 FEET FROM THE NORTH LINE AND 1180 FEET FROM THE WEST LINE OF SECTION 35, TOWNSHIP 27 NORTH, RANGE 10 WEST, NMPM, SAN JUAN COUNTY, NEW MEXICO, IN SUCH A MANN AS TO PERMIT THE PRODUCTION OF GAS FROM THE DAKOTA FORMATION ADJACEN THE PRODUCTION OF OIL FROM THE ANGEING CON PEAK GALLUP POOL. ADMINISTRATIVE ORDER OF THE OIL CONSERVATION COMMISSION Under the provisions of Rule 112-A (c) El Paso Natural Gas Company, made application to the New Mexico Oil Conservation Commission on March 25, 1959, for permission to dually complete its Huerfano Unit Well No. 107, located 1460 feet from the North line and 1180 feet from the West line of Section 35, Township 27 North, Range 10 West, NMPM, San Juan County, New Mexico, in such a manner as to permit the production of gas from the Dakota formation adjacent to the Angel Peak-Dakota Pool and the production of oil from the Angel Peak-Gallup Pool.

Now on this 14th day of April, 1959, the Secretary-Director finds:

- (l) 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.
- (4) That the proposed dual completion will not cause waste nor in pair 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 Company, be and the same is hereby authorized to dually complete its Huerfano Unit Well No. 107, located 1460 feet from the North line and 1180 feet from the West line of Section 35, Township 27 North, Range 10 West, NMPM, San Juan County, New Mexico, in such a manner as to permit the production of gas from the Dakota formation adjacent to the Angel Peak-Dakota Pool and the production of oil from the Angel-Peak-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 Deliverability Test Period for the Angel Peak -Dakota Pool.

IT IS FURTHER ORDERED: that jurisdiction of this cause is hereby

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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

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