ORDER NO. MC-2542

ADMINISTRATIVE ORDER THE OIL CONSERVATION DIVISION

Under the pressions of Rule 132-A, Southland Royalty Company made application to the law Mexico Oil Conservation Division on June 25, 1979, for permission to deally complete its Hanks Well No. 24 located in Unit B of Section 5, Towns ip 27 North, Range 9 West, NMPM, San Juan County, New Mexico, in such a manner as to permit production of gas from the Chacra formation and from the Blanco-Mesaverde Pool.

Now, on this 16th day of July, 1979, 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 all operators of offset acreage have been duly notified; and
- (3) That no objection has been received within the waiting period as prescribed by sa d rule.
- (4) That the roposed dual completion will not cause waste nor impair correlative rights.
- (5) That the mechanics of the proposed dual completion are feasible and consonant with od conservation practices.

IT IS THEREFO E ORDERED:

That the applicant herein, Southland Royalty Company, be and the same is hereby authorized to dually complete its Hanks Well No. 24 located in Unit B of Section 5, Township 27 North, Range 9 West, NMPM, San Juan County, New Mexico, in such a manner as to permit production of gas from the Chacra formation and from the Blanco-Mesaverde Pool 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 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

SEAL