THE APPLICATION OF DUGAN PRODUCTION CORPORATION FOR A DUAL COMPLETION.

ORDER NO. MC-2415

## ADMINISTRATIVE ORDER OF THE OIL CONSERVATION COMMISSION

Under the provisions of Rule 112-A Dugan Production Corporation made application to the New Mexico Oil Conservation Commission on November 29, 1977 for permission to dually complete its Sherman Edward Well No. 2B located in Unit O of Section 3, Township 29 North, Range 5 West, NMPM, Rio Arriba County, New Mexico, in such a manner as to permit production of gas from the Pictured Cliffs formation adjacent to the Gobernador-Pictured Cliffs Pool and from the Blanco-Mesaverde Pool.

Now, on this 19th day of December, 1977, the Secretary-Director finds:

- (1) That application has been duly filed under the provisions 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, Dugan Production Corporation, be and the same is hereby authorized to dually complete its Sherman Edward Well No. 2B located in Unit O of Section 3, Township 29 North, Range 5 West, NMPM, Rio Arriba County, New Mexico, in such a manner as to permit production of gas from the Pictured Cliffs formation adjacent to the Gobernador Pictured Cliffs Pool 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 the Commission may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year herein-above designated.



STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

JOE D. RAMEY Secretary-Director

SEAL

