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C. C. C. ARTERIA, OFFICE

THE APPLICATION OF PALMER OIL AND GAS COMPANY FOR A DUAL COMPLETION.

ORDER NO. MC-2414

ADMINISTRATIVE ORDER OF THE OIL CONSERVATION CORNISSION

Under the provisions of Rule 112-A, Palmer Oil and Gas Company made application to the New Mexico Oil Conservation Commission on Movember 28, 1977, for permission to dually complete its State Well No. 2 located in Unit N of Section 2, Township 31 North, Range 7 West, NATH, San Juan County, New Mexico, in such a manner as to permit production of gas from the Fruitland formation and from the Pictured Cliffs formation.

MOW, on this 2nd day of Desember, 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 waivers of objection have been received from such offsetting operators.
- (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 consonent with good conservation practices.

IT IS THEREFORE ORDERED:

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That the applicant herein, Palmer Oil and Gas Company, be and the same is hereby authorized to dually complete its State Well No. 2 located in Unit N of Section 2, Township 31 North, Range 7 West, NMFM, San Juan County, Haw Nexico, in such a manner as to permit production of gas from the Fruitland formation and from the Pictured Cliffs formation 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 Pe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO OTL CONSERVATION COMMISSION

JOE D. RAMEY Secretary-Director

SEAT.