

ADMINISTRATIVE ORDER  
OF THE OIL CONSERVATION COMMISSION

Under the provisions of Rule 112-A, Palmer Oil and Gas Company made application to the New Mexico Oil Conservation Division on May 8, 1978, for permission to dually complete its Federal Well No. 3 located in Unit G of Section 10, Township 31 North, Range 7 West, NMPM, 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.

NOW, on this 12th day of May, 1978, the Division Director finds:

(1) That application has been duly 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 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 consonant with good conservation practices.

IT IS THEREFORE ORDERED:

That the applicant herein, Palmer Oil and Gas Company, be and the same is hereby authorized to dually complete its Federal Well No. 3 located in Unit G of Section 10, Township 31 North, Range 7 West, NMPM, 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 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 Division may deem necessary.

above designated.

STATE OF NEW MEXICO  
OIL CONSERVATION DIVISION

JOE D. RAMEY  
Division Director

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