THE APPLICATION OF CONSOLIDATED OIL AND GAS, INC. FOR A DUAL COMPLETION

ORDER NO. MC-2702



ADMINISTRATIVE ORDER OF THE OIL CONSERVATION DIVISION

Under the provisions of Rule 112-A Comsolidated Oil and Gas, Inc. made application to the New Mexico Oil Conservation Division of August 15, 1980, for permission to dually complete its Clayton Well No. 1E located in Unit P of Section 2, Township 30 North, Range 12 West, NMPM, San Juan County, New Mexico, in such a manner as to permit production of gas from the Gallup formation adjacent to the Flora Vista-Gallup Pool and from the Basin-Dakota Pool.

Now, on this 5th day of September, 1980, 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;
- (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; and
- (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, Consolidated Oil and Gas, Inc., be and the same is hereby authorized to dually complete its Clayton Well No. 1E located in Unit P of Section 2, Township 30 North, Range 12 West, NMPM, San Juan County, New Mexico, in such a manner as to permit production of gas from the Gallup formation adjacent to the Flora Vista-Gallup Pool and from the Basin-Dakota 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 Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO BIL CONSERVATION DIVISION

JOE D. RAMEY Division Director

NEW MEXICO OIL CONSERVATION COMMISSION SANTA FE, NEW MEXICO APPLICATION FOR MULTIPLE COMPLETION

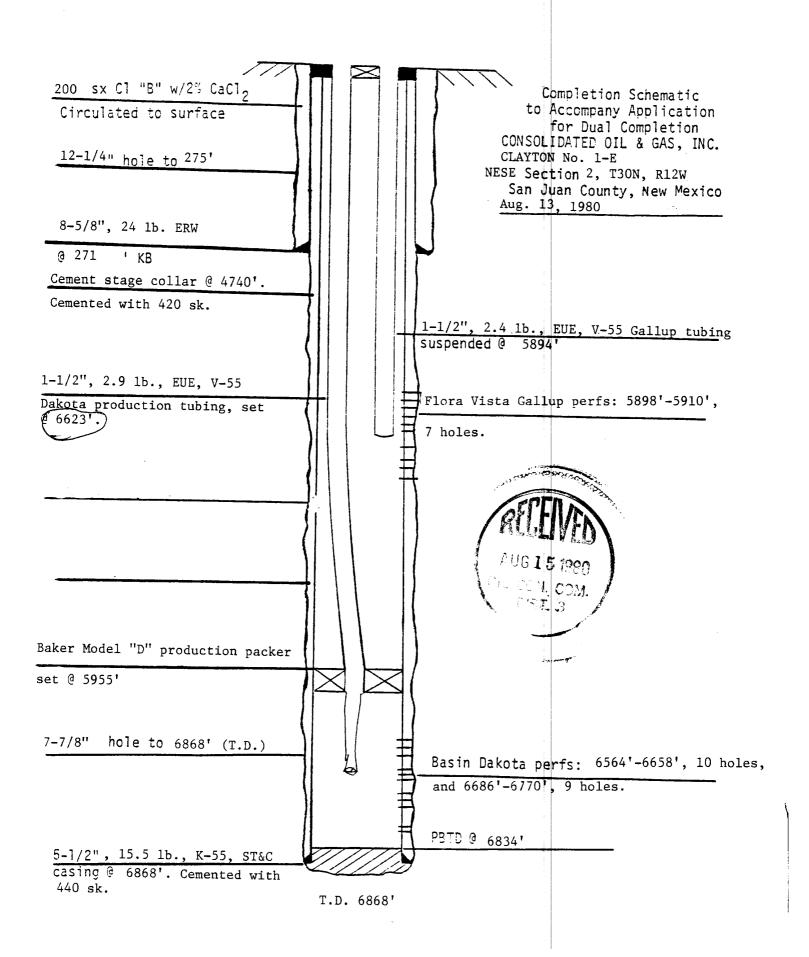
Operator		County	Date			
Consolidated Oil & Ga	as, Inc.	San Juan	August 13, 1980			
Address		Lease	Well No.			
.860 Lincoln St., Denve	er, Colo. 80295	Clayton	1-E			
Location	ction Town	nship	Range			
of Well "P"	2	30N	12W			
1. Has the New Mexico Oil Conservation		thorized the multiple completion	of a well in these same pools or in the same			
zones within one mile of the subject	well? YES X	NO	01			
2. If answer is yes, identify one such i	nstance: Order No.	; Operator Lease, a	and Well No.: Clayton No. 1			
3. The following facts are submitted:	77	r1:				
j. The following facts are submitted.	Upper Zone	Intermediate Zone	Lower Zone			
a. Name of Pool and Formation	Flora Vista/Gal		Basin Dakota			
b. Top and Bottom of	12024 12004, 04.		Upper 6564'-6658' 10 hol			
Pay Section	PERF: 5898'-59	10'				
(Perforations)	7 holes		Lower 6686'-6770' 9 hole			
c. Type of production (Oil or Gas)	Gas		Gas			
d. Method of Production	Flowing	The state of the s	Flowing			
(Flowing or Artificial Lift)	Trowing	و معلم المعلم	TIOWING			
4. The following are attached. (Please	check YES or NO)	-05				
Yes No		/ofit				
X a. Diagrammatic Sketcl	n of the Multiple Completion,	showing all casing still is jec.	diameters and setting depths, central-			
izers and/or turboliz	ters and location thereot, qua	naturies used and top of centeral	such other information as may be pertinent.			
X b. Plat showing the loc	cation of all wells on applica	ant's lease, all offset WG 25	depths, diameters and setting depths, central- deferted intervals, tubing strings, including such other information as may be pertinent. Descenses, and the names and addresses			
of operators of all le	ases offsetting applicant's le	ease. OIL COM	Officered, evidence that said offset opera-			
X c. Waivers consenting	to such multiple completion	from each offset operator, or in	n hereot, evidence that said offset opera-			
	shed copies of the applicati		pring ones and intervals of perforation in-			
dicated thereon. (If	such log is not available at t	he time application is filed it sh	all be submitted as provided by Rule 112-A.)			
5. List all offset operators to the leas						
		Box 990, Farmingto				
2. Amoco Production (Co., 501 Airport	Road, Farmington,	New Mex. 87401			
		27 27 27				
3. Texaco, Inc. Box 8	310, Farmington,	New Mex. 8/401				
4. Horace F. McKay,	Jr. (El PamCo, In	nc.), P. O. Box 147	738, Albuquerque, New			
Mex. 87111						
			:			
6. Were all operators listed in Item 5 date of such notification Augu	above notified and furnished St 13, 1980	a copy of this application? YE	S X NO . If answer is yes, give			
CERTIFICATE: I, the undersigned	, state that I am the Vice	Pres.,Operations of	the Consolidated			
Oil & Gas. Inc.	company), and that I am aut	horized by said company to make	this report; and that this report was prepared			
under my supervision and direction and	that the facts stated therein	are true, correct and complete to	the best of my knowledge.			
			- 01 ·			
		70 115	FOI 1			

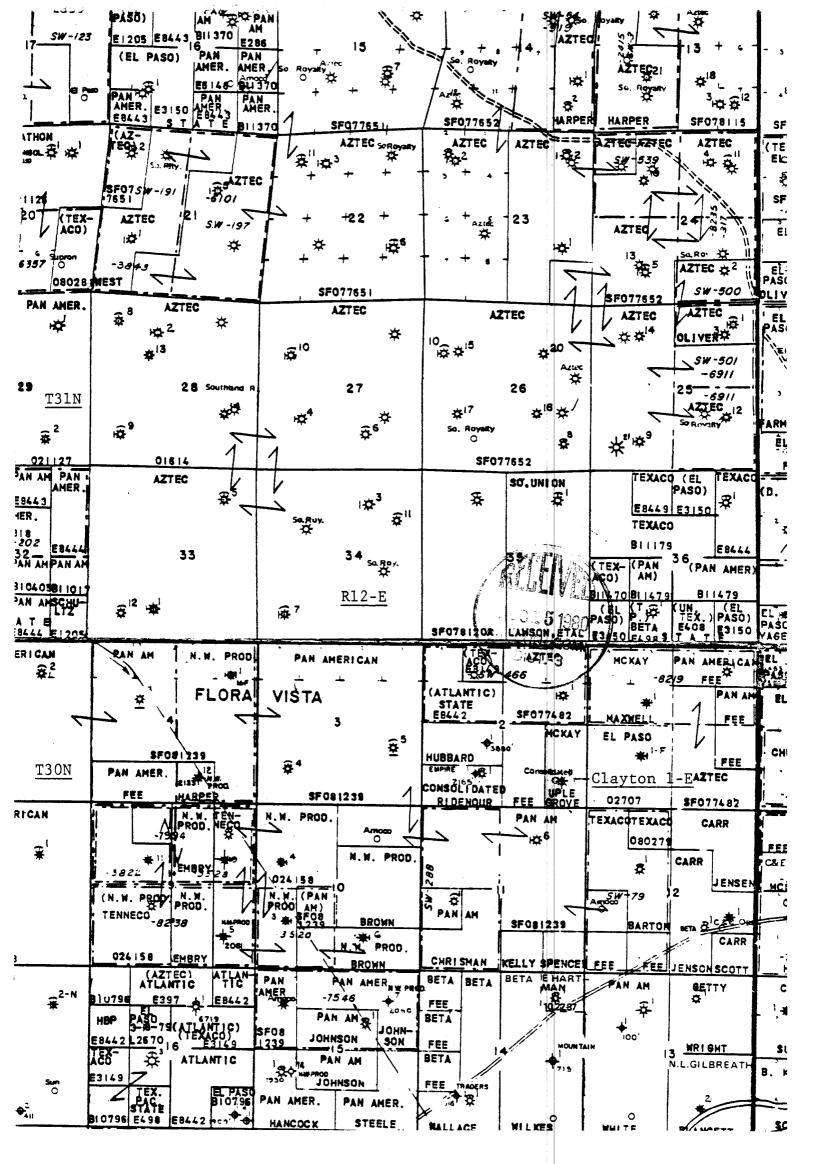
Signature

^{*}Should waivers from all offset operators not accompany an application for administrative approval, the New Mexico Oil Conservation Commission will hold the application for a period of twenty (20) days from date of receipt by the Commission's Santa Fe office. If, after said twenty-day period, no protest nor request for hearing is received by the Santa Fe office, the application will then be processed.

OIL CONSERVATION COMMISSION _________DISTRICT

OIL CONSERVATION COMMISSION BOX 2088 SANTA FE, NEW MEXICO	DATE
Gentlemen: I have examined the application dated_ for the Conclinated O+ S. Clasta #/	F-2-30N-12W
Operator Léase and and my recommendations are as follows: Approve Mite-Int-drawing at indicated elegath	Well No. Unit, S-T-R be met boudakota thy.
	Yours very truly, Such J. Olyg



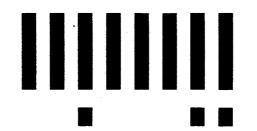


CONSOLIDATED OIL & GAS, INC.

CLAYTON No. 1-E

Sec. 2, T30N, R12W San Juan County, New Mexico

Map to Accompany Application for Multiple Completion







Job separation sheet

STATE OF NEW MEXICO ENERGY and MINERALS DEPARTMENT

OIL CONSERVATION DIVISION

Page 1 Revised 10/01/78

This form is not to be used for reporting packer leakage tests in Southeast New Mexico

1995

NORTHWEST NEW MEXICO PACKER-LEAKAGE TEST

Operator								Well No. <u>1</u> E			
Location of Well:	UnitP	Sec2	Twp	30	Rge	12		C	ounty S	AN JUAN	
		NAME OF RESERV	OIR OR POO	L	ľ	TYPE OF PROD. (Oll or Qae)		METHOD OF PROD. (Flow or Art. Litt)		PROD. MEDIUM (Tog. or Ceg.)	
Upper Completion	Ga1	1up			GAS	GAS		Flow .		TBG	
Lower Completion				GAS	GAS F1		ow		TBG		
			•	PRE-FL	OW SHUT-IN	PRESSURE	DATA			I	
Upper Completion Lower	Hour, date shut-in Length of time shut-in 12-15-95 3 days Hour, date shut-in Length of time shut-in			81 press, psig 205 31 press, psig			Stabilized? (Yes or No) YES Stabilized? (Yes or No)				
Completion	[····		0			У	es	
Consmenced	at (hour, da	10)* 12-17-9	95		FLOW TEST		ducing (Upper	or Lowert	Upper		
TIME LAPSED TIME		Honer C	PRESSURE		PROD.	ROD. ZONE		REMARKS			
	5-95		csg 175	tbg 145	tbg	12.	ir.	Both	zones s		
12-1	6-95		195	205	0			Both	th zones shut in		
12-1	7-95		200	205	0			Both	th zones shut in		
12-1	8-95	l day	175	145	0			Flowe	owed upper zone		
12-1	9-95	2 days	195	165	0			F1owe	owed upper zone		
			<u> </u>	· · · · · · · · · · · · · · · · · · ·				DK 1	ogged of	f	
Productio	on rate d	uring test				•					
Oil:		BOF	D based	on	Bbls.	in	_Hours		Gr2v	GOR	
G25:		92		MCI	PD; Tested thr	u (Orifice o	or Meter):	ŀ	leter		
			•	MID-T	est shut-in i	PRESSURE	DATA				
Upper Completion - Length of time shul-i		ni-in	31 press. psig			Stabilized	? (Yes or No)				
Lower Completion	Lower Hour, date shut-in Length of time st		th of time sh	ut-In	SI press, psig			Stabilized	? (Yes or No)		
f +			•			•					

FLOW TEST NO. 2

- Thomas at Minate	20 (a)		Zone producing (Upper or Lower):			
TIME LAPSED TIME (hour, date) SINCE **		PRESSURE		PROD. ZONE		
	Upper Completion	Lower Completion	TEMP.	REMARKS		
		·	 			
						
Production rate	during test	······································		<u> </u>		
Oil:	BOP	D based on	Bbls. in	Hours.	Grav GOR	
Gas:		MCF	PD: Tested thru	(Orifice or Meter):	
Remarks:				·		
I hereby certify	that the informati	on herein contain	ed is true and co	mplete to the best	t of my knowledge.	
Approved	Johnny River	reserva	19		DER OIL CORPORATION	
New Mexico	Oil Conservation I	Division		, Kay Ec		
Ву	FEB 2 9 19	ו סכו		PROI	DUCTION ANALYST	
10	EPUTY OIL & GAS IN	ISPECTON	T	itle	THE THEOL	
Title		and the second s	D	ateFebi	ruary 22, 1996	

NORTHWEST NEW MEXICO PACKER LEAKAGE TEST INSTRUCTIONS

1. A packer leakage test shall be commenced on each multiply completed well within seven days after actual completion of the well, and annually thereafter as prescribed by the order authorizing the multiple completion. Such tests shall also be commenced on all multiple completions within seven days following recompletion and/or chemical or fracture treatment, and whenever remedial work has been done on a well during which the packer or the tubing have been disturbed. Tests shall also be taken at any time that communication is suspected or when requested by the Division.

Commenced at those date Wife

- At least 72 hours prior to the commencement of any packer leakage test, the operator shall notify the Division in writing of the exact time the test is to be commenced. Offset operators shall also be so notified.
- 3. The packer leakage test shall commence when both zones of the dual completion are shut-in for pressure stabilization. Both zones shall temain shut-in until the well-head pressure in each has stabilized, provided however, that they need not remain shut-in more than seven days.
- For Flow Test No. 1, one zone of the dual completion shall be produced at the normal rate of production while the other zone remains shut-in. Such test shall be continued for seven days in the case of a gas well and for 24 hours in the case of an oil well. Note: if, on an initial packer leakage test, a gas well is being flowed to the atmosphere due to the lack of a pipeline connection the flow period shall be three hours.
- Following completion of Flow Test No. 1, the well shall again be shut-in, in accordance with Paragraph 3 above.
- Flow Test'No. 2 shall be conducted even though no leak was indicated during Flow Test No. 1. Procedure for Flow Test No. 2 is to be the same as for Flow Test No. 1 except

- that the previously produced zone shall remain shut-in while the zone which was previously shut-in is produced.
- 7. Pressures for gas-zone tests must be measured on each zone with a deadweight pressure gauge at time intervals as follows: 3 hours tests: immediately prior to the beginning of each flow-period, at fifteen-minute intervals during the first hour thereof, and at hourly intervals thereafter, including one pressure measurement immediately prior to the conclusion of each flow period. 7-day tests: immediately prior to the beginning of each flow period, at least one time during each flow period (at approximately the midway point) and immediately prior to the conclusion of each flow period. Other pressures may be taken as desired, or may be requested on wells which have previously shown questionable test data.
- 24-hour oil zone tests: all pressures, throughout the entire test, shall be continuously measured and recorded with recording pressure gauges the accuracy of which must be checked at least twice, once at the beginning and once at the end of each test, with a deadweight pressure gauge. If a well is a gas-oil or an oil-gas dual completion, the recording gauge shall be required on the oil zone only, with deadweight pressures as required above being taken on the gas zone.
- 8. The results of the above-described tests shall be filed in triplicate within 15 days after completion of the test. Tests shall be filed with the Aztec District Office of the New Mexico Oil Conservation Division on Northwest New Mexico Packer Leakage Test Form Revised 10-01-78 with all deadweight pressures indicated thereon as well as the flowing temperatures (gas zones only) and gravity and GOR (oil zones only).