ORDER NO. DC-427

THE APPLICATION OF EL PASO NATURAL
GAS COMPANY FOR PERMISSION TO EFFECT
DUAL COMPLETION OF ITS HEATON WELL NO.
9 (PM), LOCATED 990 FEET FROM THE NORTH
LINE AND 1490 FEET FROM THE EAST LINE OF
SECTION 32, TOWNSHIP 31 NORTH, RANGE 11
WEST, NMPM, SAN JUAN COUNTY, NEW MEXICO,
IN THE PICTURED CLIFFS FORMATION WITHIN
ONE MILE OF THE AZTEC PICTURED CLIFFS POOL
AND IN THE BLANCO MESAVERDE POOL.



OF THE OIL CONSERVATION COMMISSION

Under the provisions of Rule 112-A (c) El Paso Natural Gas
Company made application to the New Mexico Oil Conservation Commission on
April 8, 1957, for permission to dually complete its Heaton Well No. 9 (PM),
located 990 feet from the North line and 1490 feet from the East line of Section
32, Township 31 North, Range 11 West, NMPM, San Juan County, New Mexico,
in the Pictured Cliffs Formation within one mile of the Aztec Pictured Cliffs
Pool and in the Blanco Mesaverde Pool.

The Secretary-Director Finds:

- (1) That application has been duly filed under the provisions of Sub-section 'c' 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 all of the affected offset operators.

IT IS THEREFORE ORDERED:

That the applicant, herein, El Paso Natural Gas Company be and it hereby is authorized to dually complete its Heaton Well No. 9 (PM), located 990 feet from the North line and 1490 feet from the East line of Section 32, Township 31 North, Range Il West, NMPM, San Juan County, New Mexico, in such a manner as to permit the production of gas from the Pictured Cliffs formation through proper perforation of the casing and through the casingtubing annulus and the production of gas from the Blanco Mesaverde Pool through proper perforation of the liner and through the tubing, and with the installation of a suitable packer and the installation of adequate surface equipment to maintain complete separation of the two zones of production.

PROVIDED HOWEVER, That subject well shall be completed and thereafter produced in such a manner that there will be no commingling within the well-bore, either within or outside the casing of gas, oil and gas, or oil produced from either or both of the separate strata,

PROVIDED HOWEVER. That prior to the actual dual completion the operator shall make pressure tests of the casing to prove that no casing leaks have developed since the well was originally completed. In the event a casing leak is apparent the operator shall take appropriate steps to adequately repair the leak. The results of these tests shall be reported to the Commission on Form C-103.

PROVIDED FURTHER, That upon the actual dual completion of such subject well applicant shall submit to the appropriate District Office of the Commission, copies of Oil Conservation Commission Form C-103, Form C-104, Form C-110 and Form C-122 outlining the information required on those forms by existing Rules and Regulations and two copies of the electric log

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GAS COMPANY FOR PERMISSION TO EFFECT

DUAL COMPLETION OF ITS HEATON WELL NO.

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LINE AND 1490 FEET FROM THE EAST LINE OF

SECTION 32, TOUNSHIP 31 NORTH, REINGE IL

WEST, NMPM, SAN JUAN COUNTY, NEW MEXICO,

IN THE PICTURED CLIEFS FORMATION WITHIN

ONE MILE OF THE AZTEC PICTURED CLIES FOOL

AND IN THE BLANCO MESAVERDE FOOL.



ADMINISTRATIVE ORDER OF THE OIL CONSERVATION COMMISSION

Under the provisions of Rule III-A (c) El Paso Matural Cas Company and application to the New Mexico On Conservation Commission on April 8, 1957, for permission to dually complete its Heaton Weil Pio. 9 (Pid), located 990 feet from the North line and 1490 feet from the East line of Section 32, Township 31 North, Range II Nest, Nath, San Juan County, New Mexico, in the Pictured Cliffs Formation within one mile of the Aztec Pictured Cliffs Pool and in the Elanco Mesaverde Pool.

The Secretary-Director Finds:

- (I) That application has been only filed inder the provisions of Sub-section 'c' of Rule 112-A of the Commission's Sules and Regulations;
 - (2) That satisfactory information bas been provided that all operators of offset acreage have been duly confied; and
- (3) That walvers of objection have been received from all of the affected offset operators.

IT IS THEREFORE ORDERAD:

That the applicant, herein, all Paso Natural Cas Company be and it hereby is authorized to dually complete its Heaton Well No. 9 (PAI). Incated 990 feet from the North line and 1490 feet from the East line of Section 32. Township 31 North, Range II West, NMPM, San Juan County, New Liexico, in such a manner as to permit the production of gas from the Pictured Cliffs formation through proper perforation of the casing and through the casing-tubing annihus and the production of gas from the Blanco Mesaverde Pool through proper perforation of the liner and through the tubing, and with the intallation of a suitable packer and the installation of adequate surface of ignorant to maintain complete separation of the two cones of production.

PROVIDED HOWEVER, That suffect well shall be completed and thereafter produced in such a manner that there will be no comminging within the well-bore, either within or cutside the casing of gas, oil and gas, or oil produced from either or both of the separate strate.

province the operator that price is the acrual dual completion the operator that make pressure tests of the casing to prove that no casing leaks have developed since the well was originally completed. In the event casing leak is appearent the operator shall take appropriate steps to adequately repair the leak. The results of these tests that he reported to the Commission on Form C-163.

PROVIDED FURTHER. That upon the actual dual completion of such subject well applicant shall subject to the appropriate District Office of the Commission, cupies of Oil Conservation Commission Form C-103, Form C-104, Form C-10 and Form C-122 outlining the information required on those forms by existing Rules and Magainfilms and copies of the electric log

-2-Order No. DIC-427

provided Further, That said subject well for dual completion and production shall be equipped in such a way that reservoir pressures may be determined separately for each of the two specified strata, and further, be equipped with all necessary connections required to permit recording meters to be installed and used, at any time, as may be required by the Commission or its representatives, in order that natural gas, oil, or oil and gas from each separate stratum may be accurately measured and the gas-oil ratio thereof determined, and

any and all tests, including segregation tests and packer leakage tests upon completion and annually thereafter during the deliverability test period for the Blanco Mesaverde Pool but not excluding other tests and/or determinations at any convenient time and in such manner as deemed necessary by the Commission the original and all subsequent tests shall be witnessed by representatives of the Commission and by representatives of offset operators, if any there be, at their election, and the results of each test properly attested to by the applicant herein and all witnesses, and shall be filed with the Commission within fifteen (15) days after completion of such test, and further that operator shall submit a packer setting affidavit within fifteen (15) days after completion and after remedial work whenever the packer is disturbed, and

such subject well, applicant shall submit to the Commission a diagrammatic sketch of the mechanical installation which was actually used to complete and produce the seal between the strata and a special report of production, gasoil ratio and reservoir pressure determination of each producing zone or stratum immediately following completion.

hereby retained by the Commission for such further order or orders as may see necessary or convenient for the prevention of waste and/or protection of correlative rights; upon failure of applicant to comply with any requirement of this order after proper notice and hearing the Commission may terminate the authority hereby granted and require applicant or its successors and assigns to limit its activities to regular single-zone production in the interests of conservation.

APPROVED at Santa Fe, New Mexico, on this 8th day of April, 1957.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

A. L. PORTER, JR. Secretary-Director

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pagovides and production shall be equipped in such a way that reservoir pressures may be determined separately for each of the two specified strata, and further, be equipped with all necessary connections required to permit recording meters to be installed and used, at any time, as may be required by the Commission or its representatives, in order that natural gas, oil, or oil and gas from each separate straium may be accurately measured and the gas-oil ratio thereof determined, and

envised at tests, including sugregation tests and picker leakage tests upon completion and annually theresiter during the deliverability test period for the completion and annually theresiter during the deliverability test period for the diamon Mesaverde Fool but not excluding other tests and/or determinations at any convenient time and an such manner as deemed necessary by the Commission the original and all subsequent tests shall be witnessed by representatives of the Commission and by representatives of oifset operators, if any there be, at their election, and the results of each test properly attested to by the applicant herein and all witnesses, and shall be filed with the Commission within fifteen (15) days after completion of such test, and further that operator shall submit a packer setting affidavit within fifteen (15) days after completion and after remedial work whenever the packer is disturbed, and

PROVIDED FURTHER, I has upon the actual dual completion of such subject well, applicant shall submit to the Commission a diagram matic sketch of the mechanical installation which was actually used to complete and produce the test between the strata and a special report of production, gastoil ratio and reservoir pressure determination of each producing zone or stratum immediately following completion.

ir (S FURINER ORDERED, "hat jurisdiction of this cause is necessary retained by the Commission for such further order or orders as may seem necessary or convenient for the prevention of waste and/or protection of correlative rights; upon failure of applicant to comply with any requirement of this order after proper notice and hearing the Commission may terminate the authority hereby granted and require applicant or its successors and assigns to limit its activities to regular single-zone production in the interests of conservation.

APPROVED at Santa I e. New Mexico, on this 6th day of April.

1957.

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

1. L. PCKTER, JR. Secretary-Director

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