

THE APPLICATION OF SOUTHLAND ROYALTY  
COMPANY FOR A DUAL COMPLETION.

ORDER NO. MC-2933

ADMINISTRATIVE ORDER  
OF THE OIL CONSERVATION DIVISION

Under the provisions of Rule 112-A Southland Royalty Co. made application to the New Mexico Oil Conservation Division on October 9, 1981, for permission to dually complete its Hillstrom Well No. 3 located in Unit D of Section 35, Township 32 North, Range 12 West, NMPM, San Juan County, New Mexico, in such a manner as to permit production of gas from the Fruitland formation and the Pictured Cliffs formation adjacent to the Blanco-Pictured Cliffs Pool.

Now, on this 9th day of November, 1981, 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, Southland Royalty Co., be and the same is hereby authorized to dually complete its Hillstrom Well No. 3 located in Unit D of Section 35, Township 32 North, Range 12 West, NMPM, San Juan County, New Mexico, in such a manner as to permit production of gas from the Fruitland formation and the Pictured Cliffs formation adjacent to the Blanco-Pictured Cliffs Pool through the casing-tubing annulus and the tubing respectively..

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  
OIL CONSERVATION DIVISION

  
JOE D. RAMEY,

Director