

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
DIVISION FOR THE PURPOSE OF
CONSIDERING:

CASE NO. 7723
Order No. R-7139

APPLICATION OF GETTY OIL COMPANY
FOR DOWNHOLE COMMINGLING,
RIO ARriba COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on November 10, 1982, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 30th day of November, 1982, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the premises,

FINDS:

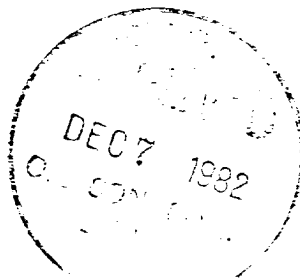
(1) That due public notice having been given as required by law, the Division has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant, Getty Oil Company, is the owner and operator of the C. W. Roberts Wells No. 3A/ located in Unit L, and No. 6A, located in Unit E of Section 18, Township 25 North, Range 3 West, NMPM, Rio Arriba County, New Mexico.

(3) That the applicant seeks authority to commingle Ojito Gallup-Dakota oil and Blanco Mesaverde gas production within the wellbores of the above-described wells.

(4) That from the Ojito Gallup-Dakota oil zone, each of the subject wells is capable of low marginal production only and, in the absence of commingling, would probably be non-commercial and abandoned in said zone.

(5) That the proposed commingling may result in the recovery of additional hydrocarbons from each of the subject pools, thereby preventing waste, and will not violate correlative rights.



(6) That the reservoir characteristics of each of the subject zones are such that underground waste would not be caused by the proposed commingling provided that the well is not shut-in for an extended period.

(7) That to afford the Division the opportunity to assess the potential for waste and to expeditiously order appropriate remedial action, the operator should notify the Aztec district office of the Division any time the subject well is shut-in for 7 consecutive days.

(8) That in order to allocate the commingled production to each of the commingled zones in the subject well, 12 percent of the commingled oil production and 87 percent of the commingled gas production should be allocated to the Mesaverde zone, and 88 percent of the commingled oil production and 13 percent of the commingled gas production to the Gallup-Dakota zone.

IT IS THEREFORE ORDERED:

(1) That the applicant, Getty Oil Company, is hereby authorized to commingle Ojito Gallup-Dakota oil and Blanco Mesaverde gas production within the wellbores of the C. W. Roberts Wells No. 3A, located in Unit L, and No. 6A, located in Unit E of Section 18, Township 25 North, Range 3 West, NMPM, Rio Arriba County, New Mexico.

(2) That 12 percent of the commingled oil production and 87 percent of the gas production shall be allocated to the Mesaverde zone and 88 percent of the commingled oil production and 13 percent of the gas production shall be allocated to the Gallup-Dakota zone.

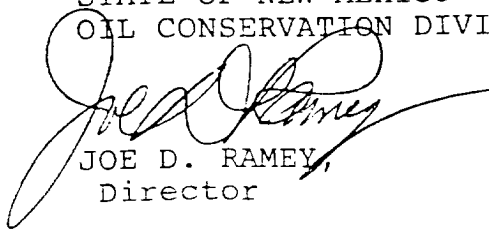
(3) That the operator of the subject wells shall immediately notify the Division's Aztec district office any time either well has been shut-in for 7 consecutive days and shall concurrently present, to the Division, a plan for remedial action.

(4) That jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

-3-
Case No. 7723
Order No. R-7139

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

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION


JOE D. RAMEY,
Director

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