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. 7338 Order No. R-679

APPLICATION OF BEARTOOTH OIL & GAS COMPANY FOR DOWNHOLE COMMINGLING, SAN JUAN COUNTY, NEW MEXICO.



## ORDER OF THE DIVISION

## BY THE DIVISION:

This cause came on for hearing at 9 a.m. on August 26, 1981, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 24th day of September, 1981, 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, Beartooth Oil & Gas Company, is the owner and operator of the Elledge Federal 34 Well No. 11, located in Unit D of Section 34, Township 29 North, Range 11 West, NMPM, San Juan County, New Mexico.
- (3) That the applicant seeks authority to commingle Fruitland and Farmington production within the wellbore of the above-described well.
- (4) That from the Fruitland zone, the subject well is capable of low marginal production only.
- (5) That from the Farmington zone, the subject well is capable of low marginal production only.
- (6) 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.