

Case No
5833-5834

Large Exhibits



1000000
Jr/

BEFORE THE OIL CONSERVATION COMMISSION
OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING
CALLED BY THE OIL CONSERVATION
COMMISSION OF NEW MEXICO FOR
THE PURPOSE OF CONSIDERING:

APPLICATION OF SOUTHERN UNION PRODUCTION
COMPANY FOR CONVEYANCE, R/O
ARIZONA COUNTY, NEW MEXICO.

CASE NO. 5813
Order No. 3154

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on January 5, 1977,
at Santa Fe, New Mexico, before Examiner Daniel S. Matco.

Now, on this day of January, 1977, the Commission,
a quorum being present, 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 Commission has jurisdiction of this cause and the subject
matter thereof.

(2) That the applicant, Southern Union Production Company,
is the owner and operator of the following wells in Township 25 North,
Range 5 West, NMPA:

Range 5 West, NMPA, Rio Arriba County, New Mexico:

Township 24 North, Range 5 West, NMPA

Sierrita "L" Well No. 6, Unit N Section 33

Sierrita "L" Well No. 6, Unit M Section 34

Township 25 North, Range 5 West, NMPA

Sierrita "L" Well No. 2, Unit G Section 10

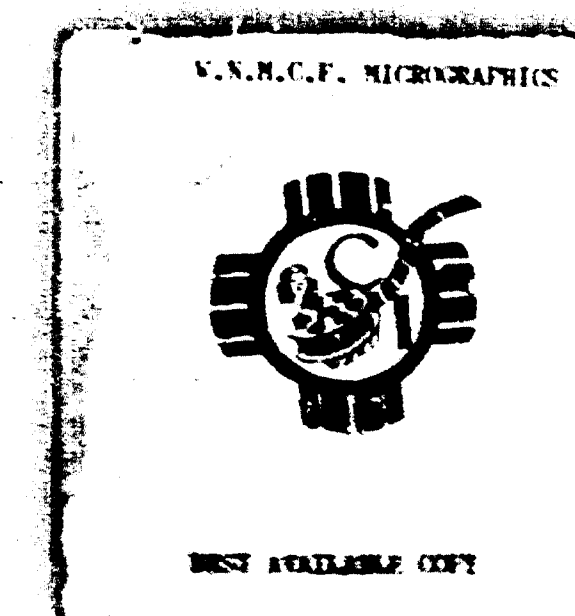
Sierrita "L" Well No. 3, Unit E Section 3

Sierrita "L" Well No. 4, Unit G Section 7

Sierrita "N" Well No. 1, Unit K Section 4

Sierrita "N" Well No. 2, Unit N Section 3

(3) That the applicant seeks authority to convey, Gallup
and Dakota production within the wellbore of the above-described
wells.



-2-
Case No. 5833
Order No. R-

- (4) That from the Gallup zone, ^{each of} the subject wells ^{is} ~~are~~ capable of low marginal production only.
- (5) That from the Dakota zone, ^{each of} the subject wells ^{is} ~~are~~ 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.
- (7) 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 wells ^{are} ~~is~~ shut-in for an extended period.
- (8) That to afford the Commission the opportunity to assess the potential for waste and to expeditiously order appropriate remedial action, the operator should notify the Artec District office of the Commission any time ^{the} ~~subject~~ ^{wells} ~~is~~ ^{are} shut-in for 7 consecutive days.

(9) That in order to allocate the commingled production to each of the commingled zones ^{each of} the subject wells, applicant should consult with the Supervisor of the Artec District Office of the Commission upon completion of the commingling work-over operation on the well, and determine the allocation formula for that well.

IT IS THEREFORE ORDERED:

(1) That the applicant, Southern Union Production Company, is hereby authorized to commingle Gallup and Dakota production within the wellbores of the following wells ^{in Township 25 North, Range 10 East, N.M.P.M., Rio Arriba County, New Mexico:}

Township 24 N. Range 5 West, N.M.P.M.

Sierrita "L" Well No. 6, Unit N, Section 30

Sierrita "L" Well No. 6, Unit M, Section 30

Township 25 North, Range 5 West, N.M.P.M.

Sierrita "L" Well No. 2, Unit G, Section 10

Sierrita "L" Well No. 3, Unit E, Section 3

Sierrita "L" Well No. 4, Unit G, Section 9

Sierrita "H" Well No. 1, Unit K, Section 4

Sierrita "H" Well No. 2, Unit N, Section 3

