

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:

CASE No. 1845
Order No. R-1577

APPLICATION OF WESTERN NATURAL
GAS COMPANY FOR AN OIL-GAS DUAL
COMPLETION IN AN UNDESIGNATED
GALLUP POOL AND AN UNDESIGNATED
DAKOTA POOL, LEA COUNTY, NEW
MEXICO, AND FOR AN UNORTHODOX
DAKOTA GAS WELL LOCATION

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on January 6, 1960, at Santa Fe, New Mexico, before Daniel S. Nutter, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 18th day of January, 1960, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Daniel S. Nutter, 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 is the owner and operator of the Bonnie C. Schlosser Federal Well No. 1, located 790 feet from the North line and 1980 feet from the West line of Section 10, Township 27 North, Range 11 West, NMPM, San Juan County, New Mexico.
- (3) That the applicant proposes to dually complete the said Bonnie C. Schlosser Federal Well No. 1 in such a manner as to permit the production of oil from an undesignated Gallup pool and the production of gas from an undesignated Dakota pool through parallel strings of 2-3/8 inch OD tubing.
- (4) That the mechanics of the proposed dual completion are feasible and in accord with good conservation practices.

-2-

Case No. 1845

Order No. R-1577

(5) That the applicant further seeks an unorthodox Dakota gas well location for said Bonnie C. Schlosser Federal Well No. 1.

(6) That approval of the subject application will not cause waste.

(7) That approval of the subject application will not impair correlative rights since the proposed unorthodox Dakota gas well location will crowd only offsetting acreage owned and operated by the applicant, and the royalty on the two tracts is also common.

IT IS THEREFORE ORDERED:

That the applicant be and the same is hereby authorized to dually complete the Bonnie C. Schlosser Federal Well No. 1 at an unorthodox location 790 feet from the North line and 1980 feet from the West line of Section 10, Township 27 North, Range 11 West, NMPM, San Juan County, New Mexico, in such a manner as to permit the production of oil from an undesignated Gallup pool and the production of gas from an undesignated Dakota pool through parallel strings of 2-3/8 inch OD tubing.

PROVIDED HOWEVER, That applicant shall complete, operate, and produce said well in accordance with the provisions of Section V, Rule 112-A.

PROVIDED FURTHER, That applicant shall take packer-leakage tests upon completion and annually thereafter during the Annual Deliverability Test Period for the Dakota producing interval Pool.

IT IS FURTHER ORDERED:

That jurisdiction of this cause is hereby 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.

-3-

Case No. 1845

Order No. R-1577

DONE at Santa Fe, New Mexico, on the day and year herein-
above designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

John Burroughs

JOHN BURROUGHS, Chairman

Murray E. Morgan

MURRAY E. MORGAN, Member

A. L. Porter, Jr.

A. L. PORTER, Jr., Member & Secretary

