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. 1942 Order No. R-1659

APPLICATION OF CONTINENTAL OIL COMPANY FOR AN OIL-OIL DUAL COMPLETION IN AN UNDESIGNATED GALLUP OIL POOL AND IN AN UNDESIGNATED DAKOTA OIL POOL, RIO ARRIBA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on April 27, 1960, at Santa Fe, New Mexico, before Elvis A. Utz, 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 9th day of May, 1960, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Elvis A. Utz, 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, Continental Oil Company, is the owner and operator of the Jicarilla Well No. 28-1, located in the NW/4 SE/4 of Section 28, Township 25 North, Range 4 West, NMPM, Rio Arriba County, New Mexico.
- (3) That the applicant proposes to dually complete the said Jicarilla Well No. 28-1 in such a manner as to permit the production of oil from an undesignated Gallup Oil Pool and the production of oil from an undesignated Dakota Oil 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 sound conservation practices.
- (5) That approval of the subject application will neither cause waste nor impair correlative rights.

-2-CASE No. 1942 Order No. R-1659

IT IS THEREFORE ORDERED:

That the applicant be and the same is hereby authorized to dually complete its Jicarilla Well No. 28-1, located in the NW/4 SE/4 of Section 28, Township 25 North, Range 4 West, NMFM, Rio Arriba County, New Mexico, in such a manner as to permit the production of oil from an undesignated Gallup Oil Pool and the production of oil from an undesignated Dakota Oil 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 anually thereafter on the anniversary date of the well's completion or as directed by the Secretary-Director of the Commission.

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 the applicant to comply with any requirement of this order, the Commission may terminate the authority hereby granted and require the applicant or its successors and assigns to limit its activities to regular single-zone production in the interest of conservation.

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

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

JOHN BURROUGHS, Chairman

MURRAY B. MORGAN, Member

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

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE. NEW MEXICO

May 9, 1960

Mr. Jason Kellahin Kellahin & Fox P. O. Bex 1713 Santa Fe, New Mexico

Dear Mr. Kellahin:

On behalf of your client, Continental Oil Company, we enclose two copies of Order R-1659 in Case 1942 issued by the Oil Conservation Commission this date.

Very truly yours,

A. L. PORTER, Jr. Secretary-Director

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Enclosures: (2)