### BEFORE THE OIL COMBERVATION CONCISSION OF THE STATE OF NEW NEXICO

IN THE MATTER OF THE HEARING CALLED BY THE OIL COMPREVATION CONSISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

CASE No. 2066 Order No. R-1769

APPLICATION OF HUNBLE CIL & REFINING COMPANY FOR A "SLIN-MOLE" CIL-GAS DUAL COMPLETION IN AN UNDESIGNATED AND POOL AND IN AN UNDESIGNATED PRINCEYLVANIAN POOL, EDDY COUNTY, NEW MEXICO.

#### ORDER OF THE COMMISSION

## BY THE COMUSSION:

This cause came on for hearing at 9 o'clock a.m. on September 7, 1960, at Santa Fe, New Mexico, before Elvis A. Uts, Rusminer duly appointed by the Gil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

MOW, on this // day of September, 1960, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Reseiner, Blvis 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, Humble Oil a Refining Company, is the owner and operator of the Enthleen Steehel Well No. 1, located in the NM/4 NB/4 of Section 19, Township 18 South, Range 27 Bast, MERM, Eddy County, New Maxigo.
- (3) That the applicant proposes to dually complete the said Enthleen Stockel Well No. 1 in such a menner as to permit the production of cil from an undesignated Abo pool and the production of gas from an undesignated Pennsylvanian pool through permited strings of 4-1/2 inch casing and 2-7/8 inch casing, respectively, commuted in a common well home. Applicant proposes to produce the Abo cil through tubing, 2 inches in diameter or greater, inetalled within the 4-1/2 inch casing.
- (4) That as an alternative to the above-described installation, the applicant proposes to produce also oil through 2-7/8 inch casing set at \$500 feet and Pennsylvanian gas through tubing, 2 inches in diameter or greater, installed within 4-1/2 inch casing set at \$500 feet.



-2-CASE No. 2066 Order No. R-1769

- (5) That in order to protect the productive horizons, coment should extend from total depth of 9500 feet to a point 600 feet above the top of the uppermost pay some.
- (6) That controliners or turboliners should be installed at 30-foot intervals throughout the Abo and Fennsylvanian foruntions and to a point 100 feet above said foruntions.
- (7) That the mechanics of the proposed dual completion are feasible and in accord with good conservation practices.
- (8) That approval of the subject application will meither cause waste nor impair correlative rights.

### IT IS THEREFORE ORDERED:

That the applicant, Humble Oil & Refining Company, he and the same is hereby authorized to dually complete its Nathieun Steukel Well No. 1, located in the MW/4 MM/4 of Section 19, Township 18 South, Range 27 Hest, MMPM, Eddy County, New Mexico, in such a manner as to permit the production of oil from an undesignated Abo pool through tubing 2 inches in diameter or greater installed within 4-1/2 inch casing and the production of gas from an undesignated Pennsylvanian pool through a parallel string of 2-7/8 inch casing commuted in a common well hore.

FROYIDED HOWEVER, That coment shall extend from total depth of 9500 feet to a point 600 feet above the uppermost pay some.

PROVIDED FURTHER, That contralizors or turbolizors shall be installed at 30-foot intervals throughout the Abo and Pennsylvanias formations and to a point 100 feet above said formations.

PROVIDED FORTHER. That the applicant shall take communication tests upon completion and annually thereafter during the Gas-Oil Ratio Test Period for this particular Abo pool.

PROVIDED FURTHER, That should the applicant desire to produce Abo oil through 2-7/8 inch easing set at \$500 feet and Pennsylvanian gas through tubing 2 inches in diameter or greater installed within 4-1/2 inch easing set at \$500 feet rather than follow the installation approved by this Order, administrative approval by the Secretary-Director of the Commission of such alternate installation may be obtained without notice and hearing where an application has been filed with the Secretary-Director of the Commission, and (1) where proof is made that all offset operators have been notified of the application by registered mail and no objection has been received within 20 days following the mailing of such notice, or (2) where written waivers of objection from all offset operators are filed with the Secretary-Director of the Commission.

-3-CASE No. 2066 Order No. R-1769

### 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 the protection of correlative rights; upon failure of the applicant to comply with any requirement of this Order, the Commission may terminate the authority herein 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 Samta Fe, New Mexico, on the day and year hereinabove designated.

> STATE OF MEN MEXICO OIL COMMENVATION COMMISSION

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