Entered July 11, 1958 A.P.

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. 1453 Order No. R-1216

APPLICATION OF MAGNOLIA PETROLEUM COMPANY FOR AN OIL-OIL DUAL COMPLETION IN THE TERRY-BLINEBRY POOL AND WANTZ-ABO POOL IN LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on May 28, 1958, 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 $\cancel{11^{th}}$ day of July, 1958, 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, Magnolia Petroleum Company, is the owner and operator of the Stephens Estate No. 1 Well, located in the NW/4 SW/4 of Section 24, Township 21 South, Range 37 East, NMPM, Lea County, New Mexico.

(3) That the applicant proposes to dually complete the said Stephens Estate No. 1 Well in such a manner as to permit the production of oil from the Wantz-Abo Pool through 2-inch tubing up to a cross-over assembly thence through 1-inch tubing to the surface and to produce oil from the Terry-Blinebry Pool through a parallel string of 2-inch tubing, and that the applicant proposes to equip the well with a dual-zone pump operated by a single pump rod.

(4) That communication between the Wantz-Abo Pool and the Terry-Blinebry Pool would cause underground waste.

(5) That the use of the proposed dual-zone pump operated by a single rod string would greatly increase the risk of communication between the two pools. Case No. 1453 Order No. R-1216

(6) That there is danger that the proposed dual completion will cause underground waste and that the application should, therefore, be denied.

IT IS THEREFORE ORDERED:

That the application of Magnolia Petroleum Company, in Case No. 1453 be and the same is hereby denied.

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

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

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EDWIN L. MECHEM, Chairman

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MURRAY E. MORGAN, Member

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

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