Entered January 20,1959

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. 1578 Order No. R-1322

APPLICATION OF AMERADA PETROLEUM CORPORATION FOR AN OIL-OIL DUAL COMPLETION IN AN UNDESIGNATED ABO POOL AND IN THE WARREN-MCKEE POOL, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on January 7, 1959, 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 <u>14th</u>, day of January, 1959, 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, Amerada Petroleum Corporation, is the owner and operator of the Turner No. 1 Well, located 660 feet from the South line and 660 feet from the West line of Section 17, Township 20 South, Range 38 East, NMPM, Lea County, New Mexico.

(3) That the applicant proposes to dually complete the above-described Turner No. 1 Well in such a manner as to permit the production of oil from an undesignated Abo Pool and the production of oil from the Warren-McKee Pool through parallel strings of 2-1/16 inch Hydril tubing.

(4) That the mechanics of the proposed dual completion are feasible and in accord with good conservation practices.

(5) That approval of the subject application will not cause waste nor impair correlative rights.

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(6) That the subject application should be approved.

IT IS THEREFORE ORDERED:

That the applicant, Amerada Petroleum Corporation, be and the same is hereby authorized to dually complete its Turner No. 1 Well located 660 feet from the South line and 660 feet from the West line of Section 17, Township 20 South, Range 38 East, NMPM, Lea County, New Mexico, in such a manner as to permit the production of oil from an undesignated Abo Pool and the production of oil from the Warren-McKee Pool through parallel strings of 2-1/16 inch Hydril 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 Gas-Oil Ratio Test Period for the Warren-McKee 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.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION John Burrangle JOHN BURROUGHS, Chairman MMorgan MURRAY E. MORGAN, Member Partie L. PORTER, Jr., Member & Secretary

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