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. 1609 Order No. R-1350

Entered March 19,1959 A.R.

APPLICATION OF CONTINENTAL OIL COMPANY FOR AN OIL-GAS DUAL COMPLETION IN THE WARREN-BLINEBRY GAS POOL AND THE WARREN-TUBB GAS 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 February 25, 1959, at Santa Fe, New Mexico, before E. J. Fischer, 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>llth</u> day of March, 1959, the Commission, a quorum being present, having considered the application, the evidence adduced and the recommendations of the Examiner, E. J. Fischer, 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 operator of the Warren Unit Well No. 10, located 660 feet from the North line and 2310 feet from the East line of Section 28, Township 20 South, Range 38 East, NMPM, Lea County, New Mexico.

(3) That by Administrative Order DC-664 the applicant was authorized to dually complete the subject well as a gas-gas dual in the Warren-Blinebry Gas Pool and the Warren-Tubb Gas Pool.

(4) That the well, as subsequently completed in the Blinebry formation, is an oil well as such is defined in Order No. R-1235, Rules 17 and 18.

(5) That accordingly the applicant now seeks authorization to produce the Warren Unit Well No. 10 as an oil-gas dual completion, producing oil from the Warren-Blinebry Gas Pool and gas from the Warren-Tubb Gas Pool through parallel strings of 2-inch tubing. -2-Case No. 1609 Order No. R-1350

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

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

IT IS THEREFORE ORDERED:

(1) That the applicant, Continental Oil Company, be and the same is hereby authorized to produce its Warren Unit Well No. 10, located 660 feet from the North line and 2310 feet from the East line of Section 28, Township 20 South, Range 38 East, NMPM, Lea County, New Mexico, as an oil-gas dual completion, producing oil from the Warren-Blinebry Gas Pool and gas from the Warren Tubb Gas Pool through parallel strings of 2-inch 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-Liquid Ratio Test Period for the Warren Blinebry Gas 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.

(2) That Administrative Order DC-664 be and the same is hereby cancelled.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION JOHN BURROUGHS, Chairman Menna

MURRAY E. MORGAN, Member aita

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

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