Entered Muguer 17, 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. 1725 Order No. R-1460

APPLICATION OF AMERADA PETRO-LEUM CORPORATION FOR AN OIL-OIL DUAL COMPLETION IN THE EUNICE-MONUMENT POOL AND IN AN UNDESIGNATED TUBB POOL, LEA COUNTY, NEW MEXICO, AND FOR PERMISSION TO COMMINGLE THE PRODUCTION FROM SAID POOLS

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on July 28, 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 7th., day of August, 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 State "Q" Well No. 1, located in the NW/4 SE/4 of Section 16, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico.
- (3) That the applicant proposes to dually complete the above-described State "Q" Well No. 1 in such a manner as to permit the production of oil from the Eunice-Monument Pool and the production of oil from an undesignated Tubb 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 good conservation practices.

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- (5) That the applicant further proposes to commingle the Eunice-Monument production and the undesignated Tubb production from said State "Q" Well No. 1.
- (6) That approval of the subject application will neither cause waste nor impair correlative rights, provided that the production from each of said pools is separately metered prior to commingling.

IT IS THEREFORD ORDERED:

(1) That the applicant be and the same is hereby authorized to dually complete the State "Q" Well No. 1 located in the NW/4 SE/4 of Section 16, Township 20 South, Range 37 East, NMPM, Lea County, New Mexico, in such a manner as to permit the production of oil from the Eunice-Monument Pool and the production of oil from an undesignated Tubb 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 annually thereafter during the Gas-Oil Ratio Test Period for the Eunice-Monument Pool.

PROVIDED FURTHER, 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 the applicant be and the same is hereby authorized to commingle the Eunice-Monument production and undesignated Tubb production from said State "Q" Well No. 1.

PROVIDED HOWEVER, That the production from each of said pools shall be separately metered prior to being commingled, the Eunice-Monument production being metered by a corrosion-resistant type meter.

 $\frac{\text{PROVIDED FURTHER}}{\text{in such a manner as to ensure an accurate measurement of production}}$

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PROVIDED FURTHER, That meters shall be checked for accuracy at least once each month until further direction by the Secretary-Director. Meters shall be calibrated against a master meter or against a test tank of measured volume and the results of such calibration filed with the Commission on the Commission form entitled "Meter Test Report."

DONE at Santa Fe, New Mexico, on the day and year herein-above designated.

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

JOHN BURROUGHS, Chairman

MURRAY E. MORGAN, Member

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

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