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. 1726
Order No. R-1464

APPLICATION OF AMERADA PETROLEUM CORPORATION FOR AN OIL-

APPLICATION OF AMERADA PETRO-LEUM CORPORATION FOR AN OIL-OIL DUAL COMPLETION IN THE BISTI-LOWER GALLUP OIL POOL AND IN AN INTERVAL DESIGNATED BY APPLICANT AS THE LOWER MANCOS SAND, SAN JUAN COUNTY, NEW MEXICO

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 <u>llth</u> 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 of the Ka-Da-Pa Well No. 1, located 660 feet from the South line and 660 feet from the West line of Section 4, Township 25 North, Range 12 West, NMPM, San Juan County, New Mexico, which well is within the horizontal limits of Sunray Mid-Continent Oil Company's Central Bisti-Lower Gallup Sand Unit.
- (3) That the applicant proposes to dually complete the said Ka-Da-Pa Well No. 1 in such a manner as to permit the production of oil from the Bisti-Lower Gallup Oil Pool and the production of oil from an interval between 4928 feet and 4936 feet designated by the applicant as the Lower Mancos sand through parallel strings of 2-1/16 inch hydril tubing.

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- (4) That the applicant has failed to prove that the producing interval from 4928 feet to 4936 feet in the subject well is a separate common source of supply rather than a part of the Lower Gallup formation in the Bisti-Lower Gallup Oil Pool. Accordingly, approval of the subject application would impair correlative rights.
- (5) That the subject well was originally perforated only in the 4928-4936 foot interval and was designated by the applicant as a Bisti-Lower Gallup Oil Pool well; further, that the applicant dedicated 80 acres to the subject well under the special rules and regulations for the Bisti-Lower Gallup Oil Pool.
 - (6) That the subject application should be denied.

IT IS THEREFORE ORDERED:

That the application of Amerada Petroleum Corporation for permission to dually complete its Ka-Da-Pa Well No. 1, located 660 feet from the South line and 660 feet from the West line of Section 4, Township 25 North, Range 12 West, NMPM, San Juan County, New Mexico, in such a manner as to permit the production of oil from the Bisti-Lower Gallup Oil Pool and the production of oil from an interval between 4928 feet and 4936 feet designated by the applicant as the Lower Mancos sand through parallel strings of 2-1/16 inch hydril tubing 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

JOHN BURROUGHS, Chairman

SEAL

MURRAY E. MORGAN, Member

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

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