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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:

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CASE No. 1830 Order No. R-1551

APPLICATION OF TEXACO INC. FOR AN OIL-OIL DUAL COMPLETION IN THE DOLLARHIDE-QUEEN POOL AND THE DOLLARHIDE-DRINKARD 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 December 11, 1959, at Santa Fe, New Mexico, before Daniel S. Nutter, 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 16th day of December, 1959, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Daniel S. Nutter, 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, Texaco Inc., is the owner and operator of the United Royalty "A" Well No. 3, located in Unit F of Section 19, Township 24 South, Range 38 East, NMPM, Lea County, New Mexico.

(3) That the applicant proposes to dually complete the above-described United Royalty "A" Well No. 3 in such a manner as to permit the production of oil from the Dollarhide-Queen Pool and the production of oil from the Dollarhide-Drinkard Pool through parallel strings of 2-1/16 inch OD 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 neither cause waste nor impair correlative rights.

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IT IS THEREFORE ORDERED:

That the applicant be and the same is hereby authorized to dually complete its United Royalty "A" Well No. 3, located in Unit F of Section 19, Township 24 South, Range 38 East, NMPM, Lea County, New Mexico, in such a manner as to permit the production of oil from the Dollarhide-Queen Pool and the production of oil from the Dollarhide-Drinkard Pool through parallel strings of 2-1/16 inch OD tubing.

 $\frac{PROVIDED\ HOWEVER,\ That\ applicant\ shall\ complete,\ operate,}{and\ produce\ said\ well\ in\ accordance\ with\ the\ provisions\ of\ Section\ V,\ Rule\ 112-A.$

PROVIDED FURTHER, That applicant shall take packer-leakage tests upon completion and annually thereafter during the Annual Gas-Oil Ratio Test Period for the Dollarhide-Drinkard 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

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JOHN BURROUGHS, Chairman

SEAL

MURRAY E. MORGAN, Member

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