Entered September 1, 1 100 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. 2058 Order No. R-1765 APPLICATION OF ANDERSON-PRICHARD OIL CORPORATION FOR A 181-ACRE NON-STANDARD GAS PRORATION UNIT, AND FOR A TRIPLE COMPLETION, LEA COUNTY, NEW MEXICO. ORDER OF THE COMMISSION BY THE COMMISSION: This cause came on for hearing at 9 o'clock a.m. on August 24, 1960, 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 <u>2nd</u> day of September, 1960, 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:

- 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, Anderson-Prichard Oil Corporation, is the owner and operator of a 181.20-acre tract in the Tubb Gas Pool, consisting of Lots 1, 2, 3, and 4 of Section 5, Township 23 South, Range 38 East, NMPM, Lea County, New Mexico.
- (3) That the applicant proposes that the above-described 181 acres be established as a non-standard gas proration unit in the Tubb Gas Pool, and that it be dedicated to the Western-Federal Well No. 1, located 330 feet from the North line and 330 feet from the West line of said Section 5.
- (4) That all of the acreage contained in the above-mentioned Lots 1, 2, 3, and 4 of said Section 5 can reasonably be presumed to be productive of gas from the Tubb Gas Pool. That all of the acreage contained in the above-mentioned
- That the creation of the proposed 181-acre non-standard gas proration unit is necessitated by a deviation of the Public Land Survey, and further there is reasonable doubt as to whether a unit consisting of the NW/4 of said Section 5 would be productive throughout.

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- (6) That the applicant also proposes to triple complete the said Western-Federal Well No. 1 in such a manner as to permit the production of oil from the Blinebry Pool, the production of gas from the Tubb Gas Pool, and the production of oil from the Drinkard Pool, through parallel strings of 2-3/8 inch tubing, 2-1/16 inch tubing, and 2-3/8 inch tubing, respectively.
- (7) That the mechanics of the proposed triple completion are feasible and in accord with good conservation practices, and thus approval of the subject application will neither cause waste nor impair correlative rights.

IT IS THEREFORE ORDERED:

- (1) That a 181-acre non-standard gas proration unit in the Tubb Gas Pool, consisting of Lots 1, 2, 3, and 4 of Section 5, Township 23 South, Range 38 East, NMPM, Lea County, New Mexico, be and the same is hereby established. Said unit is to be dedicated to the Western-Federal Well No. 1, located 330 feet from the North line and 330 feet from the West line of said Section 5.
- (2) That the allowable assigned to the above-described 181-acre non-standard gas proration unit shall bear the same ratio to a standard allowable in the Tubb Gas Pool as the acreage in said unit bears to the acreage in a standard gas proration unit in the Tubb Gas Pool.
- (3) That the applicant be and the same is hereby authorized to triple complete the said Western-Federal Well No. 1 in such a manner as to permit the production of oil from the Blinebry Pool, the production of gas from the Tubb Gas Pool, and the production of oil from the Drinkard Pool, through parallel strings of 2-3/8 inch tubing, 2-1/16 inch tubing, and 2-3/8 inch tubing, respectively

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

PROVIDED FURTHER, That the applicant shall take packer-leakage tests upon completion and annually thereafter during the Gas-Oil Ratio Test Period for the Drinkard Pool, and at such other times as the Secretary-Director may prescribe.

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 the protection of correlative rights; upon failure of the applicant to comply with any requirement of this order, the Commission may terminate

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the authority herein granted and require the applicant or its successors and assigns to limit its activities to regular singlezone or dual-zone production in the interest of conservation.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

JOHN BURROUGHS, Chairman

MURRAY E. MORGAN, Member

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

SEAL