Entered October 21, 1960 all.

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. 2094 Order No. R-1796

APPLICATION OF ASPEN DRILLING COMPANY AND WARREN SHEAR FOR AN OIL-OIL DUAL COMPLETION IN AN UNDESIGNATED GALLUP OIL POOL AND IN THE DAKOTA FORMATION, RIO ARRIBA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on October 5, 1960, 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 October, 1960, 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 operator proposes to dually complete the Jicarilla 24-4 Well No. 1-1, located in Unit M, Section 1, Township 24 North, Range 4 West, NMPM, Rio Arriba County, New Mexico, in such a manner as to permit the production of oil from an undesignated Gallup oil pool and the production of oil from the Dakota formation through 2 3/8-inch tubing and 1 1/4-inch tubing, respectively.
- (3) That the evidence establishes that the Dakota oil production can be efficiently produced through 1 1/4-inch tubing and thus the mechanics of the proposed dual completion are feasible and in accord with good conservation practices.
- (4) That approval of the subject application will neither cause waste nor impair correlative rights.

Will

-2-CASE No. 2094 Order No. R-1796

IT IS THEREFORE ORDERED:

That permission is hereby granted to dually complete the Jicarilla 24-4 Well No. 1-1, located in Unit M, Section 1, Township 24 North, Range 4 West, NMPM, Rio Arriba County, New Mexico, in such a manner as to permit the production of oil from an undesignated Gallup oil pool and the production of oil from the Dakota formation through 2 3/8-inch tubing and 1 1/4-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, or as required by the Secretary-Director of the Commission.

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 the authority herein granted and require the applicant or its successors and assigns to limit its activities to regular single-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

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