Entered August 2! 1961 Q. J.P.

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. 2339 Order No. R-2038

APPLICATION OF J. GREGORY MERRION & ASSOCIATES FOR A GAS-OIL DUAL COMPLETION, 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 July 19, 1961, 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>26th</u> day of July, 1961, 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, J. Gregory Merrion & Associates, seeks permission to complete its Edna Well No. 2, located in Unit O, Section 7, Township 24 North, Range 6 West, NMPM, Rio Arriba County, New Mexico, as a gas-oil dual completion with production of gas from the Ballard-Pictured Cliffs Gas Pool through 2 7/8-inch casing and production of oil from the Devils Fork-Gallup Oil Pool through 2 3/8-inch tubing installed within a string of 4 1/2-inch casing, with the casing strings cemented in a common well bore.

(3) That 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.

-2-CASE No. 2339 Order No. R-2038

IT IS THEREFORE ORDERED:

(1) That the applicant, J. Gregory Merrion & Associates, is hereby authorized to complete its Edna Well No. 2, located in Unit O, Section 7, Township 24 North, Range 6 West, NMPM, Rio Arriba County, New Mexico, as a gas-oil dual completion with production of gas from the Ballard-Pictured Cliffs Gas Pool through 2 7/8-inch casing and production of oil from the Devils Fork-Gallup Oil Pool through 2 3/8-inch tubing installed within a string of 4 1/2-inch casing, with the casing strings cemented in a common well bore.

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

<u>PROVIDED FURTHER</u>, That communication tests shall be taken upon completion and annually thereafter during the Deliverability Test Period for the Ballard-Pictured Cliffs Gas Pool.

IT IS FURTHER ORDERED:

That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

EDWIN L. MECHEM, Chairman

Smaller

S. WALKER, Member Ε.

Taiter

L. PORTER, Jr., Member & Secretary

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