

*Entered June 21, 1962
A.T.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. 2559
Order No. R-2255

APPLICATION OF GULF OIL CORPORATION
FOR AN AMENDMENT OF RULE 112-A.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on May 16, 1962, at Hobbs, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 7th day of June, 1962, the Commission, a quorum being present, having considered the testimony presented and the exhibits received at said hearing, 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, Gulf Oil Corporation, seeks an amendment of Rule 112-A to delete that portion of said rule which requires that offset operators be notified of the taking of packer-leakage tests.
- (3) That the applicant further proposes that said Rule 112-A be amended to provide for notification to an offset operator of the taking of a packer-leakage test where that offset operator has previously requested that such notification be given.
- (4) That inasmuch as the proposed rule change will neither cause waste nor impair correlative rights and will ease the administrative burden of many operators, the subject application should be approved.

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IT IS THEREFORE ORDERED:

That Paragraph (c) of Section VI of Rule 112-A is hereby amended to read in its entirety as follows:

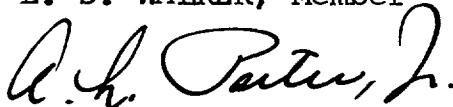
- (c) The operator shall commence a segregation test and/or packer-leakage test not later than seven (7) days after actual multiple completion of the well. Segregation tests and/or packer-leakage tests shall also be made any time the packer is disturbed and at such other intervals as the Commission may prescribe. The operator shall also make all other tests and determinations deemed necessary by the Commission. The Commission shall be notified of the time such tests are to be commenced and tests may be witnessed by the Commission at its election. Representatives of offset operators may witness such tests at their election and shall advise the producer in writing if they desire to be notified when such tests are to be conducted. Results of such tests shall be filed with the Commission within fifteen (15) days after the completion of tests; provided, however, that in the event a segregation test or packer-leakage test indicates that there is communication between the separate strata, the operator shall immediately notify the Commission and commence remedial action on the well.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



EDWIN L. MECHEM, Chairman


E. S. WALKER, Member

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

S E A L

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