Markered February 8, 1963 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. 2731 Order No. R-2413 APPLICATION OF TEXACO INC., FOR A DUAL 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 January 23, 1963, 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 30th day of January, 1963, 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: 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., seeks authority to complete its State of New Mexico "O" NCT-1 Well No. 12, located in Unit J of Section 36, Township 17 South, Range 34 East, NMPM, Lea County, New Mexico, as a dual completion (tubingless) to produce oil from an undesignated Glorieta pool and an undesignated Blinebry pool through parallel strings of 2 7/8-inch casing cemented in a common well bore. (3) That the mechanics of the proposed dual completion are feasible and in accord with good conservation practices. That approval of the subject application will neither cause waste nor impair correlative rights. IT IS THEREFORE ORDERED: That the applicant, Texaco Inc., is hereby authorized to complete its State of New Mexico "O" NCT-1 Well No. 12, located -2-CASE No. 2731 Order No. R-2413

in Unit J of Section 36, Township 17 South, Range 34 East, NMPM, Lea County, New Mexico, as a dual completion (tubingless) to produce oil from an undesignated Glorieta pool and an undesignated Blinebry pool through parallel strings of 2 7/8-inch casing 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 of the Commission Rules and Regulations insofar as said rule is not inconsistent with this order.

PROVIDED FURTHER, That the applicant shall take zone segregation tests upon completion and annually thereafter during the Gas-Oil Ratio Test Period for the Blinebry formation.

(2) 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

QIL CONSERVATION COMMISSION

JACK M. CAMPBELL, Chairman

E. S. WALKER, Member

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

SEAL