Entered July 15, 1965

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. 3273 Order No. R-2939

APPLICATION OF CAULKINS OIL COMPANY FOR A DUAL COMPLETION AND AN UNORTHO-DOX WELL LOCATION, 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 7, 1965, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 15th day of July, 1965, the Commission, a quorum being present, having considered the testimony, the record, and the recommendations of the Examiner, 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, Caulkins Oil Company, seeks an exception to the Special Rules and Regulations governing the Blanco-Mesaverde Gas Pool to complete its Breech "A" Well No. 229 at an unorthodox location 1170 feet from the North line and 970 feet from the West line of Section 17, Township 26 North, Range 6 West, NMPM, Rio Arriba County, New Mexico.
- (3) That the applicant also seeks authority to complete the subject well as a dual completion (conventional) to produce gas from the Blanco-Mesaverde and Basin-Dakota Gas Pools through

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parallel strings of 1 1/4-inch tubing, with separation of zones by a packer set at approximately 6950 feet.

- (4) That the mechanics of the proposed dual completion are feasible and in accord with good conservation practices.
- (5) That approval of the subject application will afford the applicant the opportunity to produce its just and equitable share of the gas in the pools, will prevent the economic loss caused by the drilling of unnecessary wells, avoid the augmentation of risk arising from the drilling of an excessive number of wells, and otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

- (1) That the applicant, Caulkins Oil Company, is hereby granted an exception to the Special Rules and Regulations governing the Blanco-Mesaverde Gas Pool to complete its Breech "A" Well No. 229 at an unorthodox location 1170 feet from the North line and 970 feet from the West line of Section 17, Township 26 North, Range 6 West, NMPM, Rio Arriba County, New Mexico.
- (2) That the applicant is hereby authorized to complete the subject well as a dual completion (conventional) to produce gas from the Blanco-Mesaverde and Basin-Dakota Gas Pools through parallel strings of 1 1/4-inch tubing, with separation of zones by a packer set at approximately 6950 feet;

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 packer-leakage tests upon completion and annually thereafter during the Deliverability Test Period for the Basin-Dakota Pool.

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

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

JACK M. CAMPBELL, Chairman

GUYTON B. HAYS. Member

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

SEAL

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