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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. 3523 Order No. R-3191

APPLICATION OF AZTEC OIL & GAS COMPANY FOR A DUAL COMPLETION, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on February 8,1967, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>13th</u> day of February, 1967, 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, Aztec Oil & Gas Company, seeks authority to complete its Federal "M" Well No. 1, located in Unit L of Section 27, Township 18 South, Range 33 East, NMPM, Lea County, New Mexico, as a dual completion (conventional) to produce oil from the South Corbin-Strawn Pool and to produce gas from the South Corbin-Morrow Gas Pool through parallel strings of 2 1/16-inch tubing, with separation of zones by a packer set at approximately 13,090 feet.

(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 prevent waste and protect correlative rights.

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IT IS THEREFORE ORDERED:

(1) That the applicant, Aztec Oil & Gas Company, is hereby authorized to complete its Federal "M" Well No. 1, located in Unit L of Section 27, Township 18 South, Range 33 East, NMPM, Lea County, New Mexico, as a dual completion (conventional) to produce oil from the South Corbin-Strawn Pool and to produce gas from the South Corbin-Morrow Gas Pool through parallel strings of 2 1/16-inch tubing, with separation of zones by a packer set at approximately 13,090 feet;

<u>PROVIDED HOWEVER</u>, 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;

<u>PROVIDED FURTHER</u>, that the applicant shall take packer-leakage tests upon completion and annually thereafter during the Annual Shut-in Pressure Test Period for the South Corbin-Morrow Gas Pool.

(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 OFL CONSTRVATION COMMISSION DAVID F. CARGO, Chairman

GUXTON B. HAYS, Member

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

SEAL

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