Entered March 20, 1768

# 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. 3736 Order No. R-3392

APPLICATION OF AMERICAN TRADING & PRODUCTION CORPORATION 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 March 20, 1968, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 25th day of March, 1968, 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, American Trading & Production Corporation, seeks authority to complete its New Mexico State 26 Well No. 1, located in Unit J of Section 26, Township 20 South, Range 35 East, NMPM, Lea County, New Mexico, as a dual completion (conventional) to produce gas from an undesignated Wolfcamp gas pool and oil from an undesignated Devonian oil pool through parallel strings of 2 3/8-inch tubing, with separation of zones by a packer set at approximately 14,510 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, American Trading & Production Corporation, is hereby authorized to complete its New Mexico State 26 Well No. 1, located in Unit J of Section 26, Township 20 South, Range 35 East, NMPM, Lea County, New Mexico, as a dual completion (conventional) to produce gas from an undesignated Wolfcamp gas pool and oil from an undesignated Devonian oil pool through parallel strings of 2 3/8-inch tubing, with separation of zones by a packer set at approximately 14,510 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;

PROVIDED FURTHER, that the applicant shall take packer-leakage tests upon completion and annually thereafter during the Annual Gas-Oil Ratio Test Period for the Devonian zone of the dual completion.

(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

OIL CONSERVATION COMMISSION

DAVID F. CARGO, Chairman

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

SEAL