Entered Samuary 3, 1469

# 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. 4016 Order No. R-3658

APPLICATION OF AMERICAN TRADING AND 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 January 8, 1969, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 13th day of January, 1969, 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 and Production Corporation, seeks authority to complete its Southeast Lea Unit Well No. 2, located in Unit L of Section 25, 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 from an undesignated Morrow gas pool through parallel strings of 2 3/8-inch tubing, with separation of the zones by a packer set at approximately 12,705 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.

-2-CASE No. 4016 Order No. R-3658

#### IT IS THEREFORE ORDERED:

(1) That the applicant, American Trading and Production Corporation, is hereby authorized to complete its Southeast Lea Unit Well No. 2, located in Unit L of Section 25, 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 an undesignated Morrow gas pool through parallel strings of 2 3/8-inch tubing, with separation of the zones by a packer set at approximately 12,705 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 packerleakage tests upon completion and annually thereafter during the Annual Shut-in Pressure Test Period for the undesignated 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 OIL CONSERVATION COMMISSION

DAVID F. CARGO, Chairman Mach Member Ъ ARMI

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

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