

Entered December 1, 1970
P. J. P.

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. 4464
Order No. R-4069

APPLICATION OF PAN AMERICAN PETROLEUM
CORPORATION FOR AUTHORITY TO OVER-PRODUCE
A GAS WELL'S ALLOWABLE, SAN JUAN COUNTY,
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9:30 a.m. on November 18, 1970, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 1st day of December, 1970, 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, Pan American Petroleum Corporation, recently injected into its Gallegos Canyon Unit Well No. 185, located in Unit D of Section 33, Township 28 North, Range 12 West, NMPM, Basin-Dakota Pool, San Juan County, New Mexico, 19,311 MCF of gas in order to pressure up the formation surrounding the well-bore of said well prior to commencing water fracture on workover of the well.

(3) That the applicant seeks authority to produce that volume of injected gas from said Well No. 185 in addition to the regular allowable assigned to the well.

(4) That 18,111 MCF of said gas remained in the reservoir and that 1,200 MCF of said gas was flared.

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(5) That said 19,311 MCF of gas was obtained during July, August, and September from El Paso Natural Gas Company, having been previously purchased by said company.

(6) That the applicant should be permitted to produce 18,111 MCF of gas from said Well No. 185 in addition to the regular allowable assigned to said well in order to allow the operator to recover gas previously purchased and injected into the reservoir surrounding the subject well.

IT IS THEREFORE ORDERED:

(1) That the applicant, Pan American Petroleum Corporation, is hereby authorized to produce 18,111 MCF of gas from its Gallegos Canyon Unit Well No. 185, located in Unit D of Section 33, Township 28 North, Range 12 West, NMPM, Basin-Dakota Pool, San Juan County, New Mexico, in addition to the allowable regularly assigned to said well.

(2) That the purchaser of gas from the above-described Gallegos Canyon Unit Well No. 185 shall indicate on its Gas Purchaser's Monthly Report of production from the subject well a credit for the amount of gas produced until such time as the 18,111 MCF of additional gas authorized to be produced by the above-described well has been produced.

(3) That the operator of the above-described well shall file, by the 15th day of each month, with the Santa Fe Office of the Commission a special report setting forth the production from the subject well for the previous month and the amount of the authorized 18,111 MCF of gas remaining to be produced.

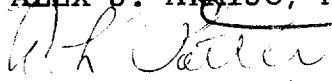
(4) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


DAVID F. CARGO, Chairman


ALEX J. ARMIJO, Member


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

S E A L

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