

Entered May 19, 1972
A.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. 4701
Order No. R-4305

APPLICATION OF WYNN OIL COMPANY
FOR AN UNORTHODOX LOCATION AND
A DUAL COMPLETION, SAN JUAN
COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on May 5, 1972, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 19th day of May, 1972, 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, Wynn Oil Company, seeks an exception to Rule 2 of the Special Rules and Regulations governing the Blanco-Mesaverde Pool as promulgated by Order No. R-1670, as amended, to complete its Largo Federal Well No. 2 at an unorthodox location 1500 feet from the South line and 1100 feet from the East line of Section 13, Township 27 North, Range 8 West, NMPM, San Juan 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 Pool and the Basin-Dakota Pool through parallel strings of 1 1/2-inch tubing, with separation of zones by a packer set at approximately 6,400 feet.
- (4) That the unorthodox location in the Blanco-Mesaverde Pool is necessary to avoid the extreme problems of topography.
- (5) That the mechanics of the proposed dual completion are feasible and in accord with good conservation practices.

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(6) That approval of the subject application will prevent the drilling of unnecessary wells, will avoid the augmentation of risk arising from the drilling of an excessive number of wells, will prevent reduced recovery which might result from the drilling of too few wells, will afford the applicant the opportunity to produce its just and equitable share of the gas in the subject pools, and will otherwise prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the applicant, Wynn Oil Company, is hereby granted an exception to the well location requirements of Rule 2 of the Special Rules and Regulations governing the Blanco-Mesaverde Pool as promulgated by Order No. R-1670, as amended, and is hereby authorized to complete its Largo Federal Well No. 2 at an unorthodox location 1500 feet from the South line and 1100 feet from the East line of Section 13, Township 27 North, Range 8 West, NMPM, San Juan 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 Pool and the Basin-Dakota Pool through parallel strings of 1 1/2-inch tubing, with separation of zones by a packer set at approximately 6,400 feet;

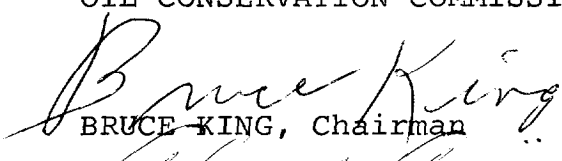
PROVIDED HOWEVER, that the applicant shall complete, operate, and produce said well in accordance with the provisions of Rule 112-A of the Commission Rules and Regulations insofar as said rule is not inconsistent with this order;

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.

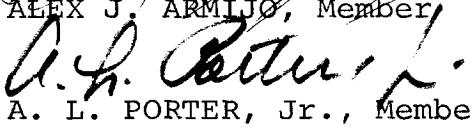
(4) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


BRUCE KING, Chairman


ALEX J. ARMIJO, Member


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

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