

Entered March 16, 1973
A.L.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. 4910
Order No. R-4492

APPLICATION OF CONTINENTAL OIL
COMPANY FOR DOWNHOLE COMMINGLING,
LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on February 28, 1973, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 16th day of March, 1973, 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, Continental Oil Company, is the owner and operator of the Lockhart B-1 Well No. 7, located in Unit G of Section 1, Township 22 South, Range 36 West, NMPM, Lea County, New Mexico.

(3) That the applicant proposes to complete the subject well in such a manner as to produce oil from the Blinebry and Drinkard Pools through a single string of tubing, commingling in the wellbore the production from said pools.

(4) That from the Blinebry zone, the subject well is capable of marginal production only.

(5) That from the Drinkard zone, the subject well is capable of marginal production only.

(6) That the reservoir characteristics of the Blinebry and Drinkard zones are such that underground waste would not be caused by the proposed commingling.

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(7) That the proposed commingling may result in the recovery of additional hydrocarbons from each of the commingled zones, thereby preventing waste, and will not violate correlative rights.

(8) That in order to allocate the commingled production to each of the commingled zones in the subject well, 35 percent of the commingled oil and gas production should be allocated to the Blinebry Pool, and 65 percent of the commingled oil and gas production to the Drinkard Pool.

IT IS THEREFORE ORDERED:

(1) That the applicant, Continental Oil Company, is hereby authorized to complete its Lockhart B-1 Well No. 7, located in Unit G of Section 1, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico, in such a manner as to produce oil from the Blinebry and Drinkard Pools through a single string of tubing, commingling in the wellbore the production from said pools.

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.

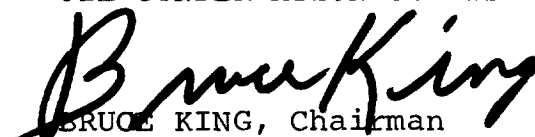
(2) That the allowable and production allocated to each zone of the subject well shall be on the basis of 35 percent Blinebry and 65 percent Drinkard.

(3) That this commingling authority shall remain in effect only for so long as the total production from the subject well is less than top unit allowable for the Blinebry 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 hereinabove 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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