Entered May 11,1712 OLP

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. 4940 Order No. R-4525

APPLICATION OF PENNZOIL COMPANY FOR A DUAL COMPLETION, EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on April 11, 1973, at Santa Fe, New Mexico, before Examiner Elvis A. Utz.

NOW, on this 17th day of May, 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, Pennzoil Company, seeks authority to recomplete its Mobil 12-Federal Well No. 1, located in Unit B of Section 12, Township 23 South, Range 26 East, NMPM, Eddy County, New Mexico, as a dual completion (conventional) to produce gas from an apparent extension to the South Carlsbad-Canyon Gas Pool and from the South Carlsbad-Morrow Gas Pool through parallel strings of tubing.
- (3) That said well is presently completed as a dual completion (conventional) to produce gas from the South Carlsbad-Atoka Gas Pool and from the South Carlsbad-Morrow Gas Pool, but the Atoka zone production has declined to a low state and applicant proposes to temporarily abandon said zone.
- (4) That after recompletion, said well will be produced through two 2 3/8-inch strings of tubing set in packers at approximately 10,799 feet and 11,345 feet.
- (5) That the mechanics of the proposed dual completion are feasible and in accord with good conservation practices.
- (6) That approval of the subject application will prevent waste and protect correlative rights.

-2-Case No. 4940 Order No. R-4525

IT IS THEREFORE ORDERED:

(1) That the applicant, Pennzoil Company, is hereby authorized to recomplete its Mobil 12-Federal Well No. 1, located in Unit B of Section 12, Township 23 South, Range 26 East, NMPM, Eddy County, New Mexico, as a dual completion (conventional) to produce gas from an apparent extension to the South Carlsbad-Canyon Gas Pool and from the South Carlsbad-Morrow Gas Pool through parallel strings of 2 3/8-inch tubing, with separation of the zones achieved by means of packers set at approximately 10,799 feet and 11,345 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 Annual Shut-in Pressure Test Period for the South Carlsbad 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 herein-above designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

I. R. TRUJILLO, Chairman

ALEX J. ARMIJO, Member

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

Tank C

SEAL