Endered Honemur

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. 5080 Order No. R-4655

A PPLICATION OF HORIZON OIL & GAS COMPANY OF TEXAS, FOR A DUAL COMPLETION, EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on October 17, 1973, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>16th</u> day of November, 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, Horizon Oil & Gas Company of Texas, seeks authority to complete its State 28 Well No. 2, located in Unit k of Section 28, Township 17 South, Range 29 East, NMPM, Eddy County, New Mexico, as a dual completion (conventional) to produce gas from the Grayburg-Morrow Gas Pool and an undesignated Atoka Gas Pool through parallel strings of tubing.

(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.

IT IS THEREFORE ORDERED:

(1) That the applicant, Horizon Oil & Gas Company of Texas, is hereby authorized to complete its State 28 Well No. 2, located in Unit K of Section 28, Township 17 South, Range 29 East, NMPM, Eddy County, New Mexico, as a dual completion (conventional) to produce gas from the Grayburg-Morrow Gas Pool and an undesignated Atoka Gas Pool through parallel strings of tubing.

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 -2-CASE NO. 5080 Order No. R-4655

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 Grayburg-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

I. R. TRUJILLO, Chairman

J. AKMIJO Member eth . ٩, L. PORTER, JR., Member & Secretary

SEAL

jr/