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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. 5456 Order No. R-5005

APPLICATION OF SOUTHERN UNION PRODUCTION 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 16, 1975, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>6th</u> day of May, 1975, 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, Southern Union Production Company, seeks authority to complete its Shelby Federal Well No. 1, located in Unit H of Section 13, Township 22 South, Range 24 East, NMPM, Eddy County, New Mexico, as a dual completion (conventional) to produce gas from undesignated Strawn and Atoka gas pools through the casing-tubing annulus and tubing, respectively.

(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, Southern Union Production Company, is hereby authorized to complete its Shelby Federal Well No. 1, located in Unit H of Section 13, Township 22 South, Range 24 East, NMPM, Eddy County, New Mexico, as a dual completion (conventional) to produce gas from undesignated Strawn and Atoka gas pools through the casing-tubing annulus and tubing, respectively. -2-Case No. 5456 Order No. R-5005

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 packerleakage tests upon completion and annually thereafter during the Annual Gas Well Shut-In Pressure Test Period for Southeast New Mexico.

(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 TRUJILLO, Chairman . ducero IL R. LUCERO, Member ŔЧ PORTER, Jr., Membe & Secretary

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