

Entered May 27, 1975
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. 5483
Order No. R-5033

APPLICATION OF PHILLIPS PETROLEUM
COMPANY FOR A DUAL COMPLETION,
LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on May 14, 1975, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 27th 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, Phillips Petroleum Company, seeks authority to complete its Lusk Deep Unit "A" Well No. 12, located in Unit G of Section 20, Township 19 South, Range 32 East, NMPM, Lea County, New Mexico, as a dual completion (conventional) to produce oil from the Wolfcamp formation through the casing-tubing annulus and gas from the Lusk-Morrow Gas Pool through tubing.

(3) That the proposed Wolfcamp perforations in said well would be from approximately 10,680 feet to 10,710 feet.

(4) That the flow of oil through 10,680 feet of annular space would result in the consumption of an excessive amount of reservoir energy, would cause waste, and might impair correlative rights.

(5) That the flow of oil through the annulus of dually completed oil wells is contrary to the principle of maximum utilization of reservoir energy and to the Commission's long-established policy of permitting the production of oil from dually completed wells through tubing only, and should be denied.

-2-

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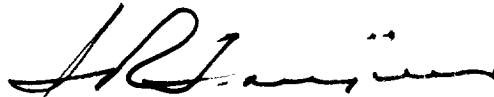
IT IS THEREFORE ORDERED:

(1) That the application of Phillips Petroleum Company for authority to dually complete its Lusk Deep Unit "A" Well No. 12, located in Unit G of Section 20, Township 19 South, Range 32 East, NMPM, Lea County, New Mexico, in such a manner as to produce oil from the Wolfcamp formation through the casing-tubing annulus and gas from the Lusk-Morrow Gas Pool through tubing is hereby denied.

(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



PHIL R. LUCERO, Member



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

S E A L

jr/