Entered November 30, 1976

## 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. 5804 Order No. R-5326

APPLICATION OF STEVENS OIL COMPANY FOR A DUAL COMPLETION, CHAVES COUNTY, NEW MEXICO.

## ORDER OF THE COMMISSION

# BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on November 10, 1976, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this <u>30th</u> day of November, 1976, 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, Stevens Oil Company, seeks authority to complete its O'Brien "C" Well No. 2, located in Unit D of Section 1, Township 9 South, Range 28 East, NMPM, Chaves County, New Mexico, as a dual completion (conventional) to produce oil from the San Andres and Devonian formations 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, Stevens Oil Company, is hereby authorized to complete its O'Brien "C" Well No. 2, located in Unit D of Section 1, Township 9 South, Range 28 East, NMPM, Chaves County, New Mexico, as a dual completion (conventional) to produce oil from the San Andres formation through 1 1/2-inch tubing installed between the 5 1/2-inch and 9 5/8-inch casing strings and oil from the Devonian formation through 2 3/8-inch tubing installed in a packer within the 5 1/2-inch casing at an approximate depth of 7,200 feet. -2-Case No. 5804 Order No. R-5326

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-Oil Ratio Test Period for the Twin Lakes-San Andres 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

PHIL R. LUCERO, Chairman

Uluve luum EMERY C ARNOLD Mamber JOE D. RAMEY, Member & Secretary

SEAL