Entered September 10, 1980

## STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

CASE NO. 7002 Order No. R-5947-A

APPLICATION OF ORVILLE SLAUGHTER FOR THE AMENDMENT OF ORDER NO. R-5947, SAN JUAN COUNTY, NEW MEXICO.

## ORDER OF THE DIVISION

### BY THE DIVISION:

This cause came on for hearing at 9 a.m. on August 20, 1980, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this  $\underline{10th}$  day of September, 1980, the Division Director, 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 Division has jurisdiction of this cause and the subject matter thereof.
- (2) That Division Order No. R-5947 dated March 17, 1979, authorized the applicant, Orville Slaughter, to commingle Oswell-Farmington Pool production from his Sangre de Cristo Well No. 1 and Undesignated Fruitland production from his Sangre de Cristo Well No. 2, both located in Unit D of Section 34, Township 30 North, Range 11 West, NMPM, San Juan County, New Mexico.
- (3) That the applicant now seeks the amendment of Order No. R-5947 to provide for the commingling of production from said Sangre de Cristo Wells Nos. 1 and 2 and production from the Sangre de Cristo Well No. 2S also located in Unit D of said Section 34 and completed in the Undesignated Fruitland Pool.
- (4) That from the undesignated Fruitland zone, said Sangre de Cristo Well No. 2S is expected to be capable of low marginal production only.

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(5) That the proposed commingling may result in the recovery of additional hydrocarbons from each of the subject pools, thereby preventing waste, and will not violate correlative rights.

# IT IS THEREFORE ORDERED:

- (1) That Order No. (1) of Division Order No. R-5947 is hereby amended to read in its entirety as follows:
  - "(1) That the applicant, Orville Slaughter, is hereby authorized to commingle Oswell-Farmington Pool production from his Sangre de Cristo Well No. 1 and Undesignated Fruitland production from his Sangre de Cristo Well No. 2 and Well No. 2S, all three located in Unit D of Section 34, Township 30 North, Range 11 West, NMPM, San Juan County, New Mexico."
- (2) That the applicant shall consult with the Supervisor of the Aztec district office of the Division and determine an allocation formula or periodic productivity test procedure to be used in allocating production to each of the subject wells.
- (3) That jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary.

DONE at Santa Fe, New Mexico, on the day and year herein-above designated.

STATE OF NEW MEXICO
OIL CONSERVALEON DIVISION

JOE D. RAMEY Director

SEAL