

C. J. Lee

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:

CASH No. 1901
Order No. R-1627

APPLICATION OF CAULKINE OIL COMPANY
FOR A GAS-GAS DUAL COMPLETION IN THE
SOUTH BLANCO-PICTURED CLIFFS POOL
AND THE DAKOTA PRODUCING INTERVAL
AND FOR ESTABLISHMENT OF A 320-ACRE
NON-STANDARD DAKOTA GAS UNIT IN RIO
ARRIBA COUNTY, NEW MEXICO

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on February 25, 1960, at Santa Fe, New Mexico, before Elvis A. Utz, Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 21 day of March, 1960, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Elvis A. Utz, 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 is the operator of Section 16, Township 26 North, Range 6 West, NMPM, Rio Arriba County, New Mexico.
- (3) That the applicant is the owner and operator of the PC-233 Well, located 1145 feet from the North line and 980 feet from the West line of said Section 16.
- (4) That the applicant proposes to dually complete the said PC-233 Well in such a manner as to permit the production of gas from the South Blanco-Pictured Cliffs Pool and the production of gas from the Dakota Producing Interval through parallel strings of 1-inch and 2-inch tubing respectively.
- (5) That the applicant further proposes the establishment

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of a 320-acre non-standard gas unit in the Dakota Producing Interval consisting of the N/2 NE/4, NW/4, and the N/2 SW/4 of said Section 16, to be dedicated to said PC-233 Well.

(6) That the mechanics of the proposed dual completion are feasible and in accord with good conservation practices.

(7) That approval of the subject application will neither cause waste nor impair correlative rights.

IT IS THEREFORE ORDERED:

(1) That the applicant be and the same is hereby authorized to dually complete its PC-233 Well, located 1145 feet from the North line and 980 feet from the West line of Section 16, Township 26 North, Range 6 West, NMPM, Rio Arriba County, New Mexico, in such a manner as to permit the production of gas from the South Blanco-Pictured Cliffs Pool and the production of gas from the Dakota Producing Interval through parallel strings of 1-inch and 2-inch tubing respectively.

PROVIDED HOWEVER, That applicant shall complete, operate, and produce said well in accordance with the provisions of Section V, Rule 112-A, as amended by Order R-1214.

PROVIDED FURTHER, That applicant shall take packer-leakage tests upon completion and annually thereafter during the Annual Deliverability Test Period for the South Blanco-Pictured Cliffs Pool.

PROVIDED FURTHER, That jurisdiction of this cause is hereby retained by the Commission for such further order or orders as may seem necessary or convenient for the prevention of waste and/or protection of correlative rights; upon failure of applicant to comply with any requirement of this order, after proper notice and hearing the Commission may terminate the authority hereby granted and require applicant or its successors and assigns to limit its activities to regular single-zone production in the interests of conservation.

(2) That a 320-acre non-standard gas unit in the Dakota Producing Interval be and the same is hereby established consisting of the N/2 NE/4, NW/4 and N/2 SW/4 of said Section 16, to be dedicated to said PC-233 Well.

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DONE At Santa Fe, New Mexico on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

JOHN BURROUGHS, Chairman

MURRAY E. MORGAN, Member

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

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