



Consolidated Oil & Gas, Inconservan

LINCOLN TOWER BUILDING 1860 LINCOLN STREET DENVER, COLORADO 80285 (303) 861-5252

June 6, 1978

Mr. J. D. Ramey. Secretary-Director New Mexico Oil Conservation Commission P. O. Box 2088 Santa Fe, New Mexico 87501

Re: Application to Dually Complete Jenney No. 1-A and to Downhole Commingle the Basin-Dakota and Greenhorn Formations' Production in the Lower Completion SE SE Section 13, T26N, R4W Rio Arriba County, New Mexico

Case 6278

Dear Mr. Ramey:

Consolidated Oil & Gas, Inc., hereby makes application for a hearing to consider the following in the completion of the above referenced well:

- To dually complete the well with the Blanco-Mesaverde formation in the upper completion 1. and the Basin-Dakota in the lower completion;
- 2. To downhole commingle the Basin-Dakota and Greenhorn formations in the lower completion.

In reference to the request for multiple completion, we have enclosed a completed Form C-107, an acreage dedication plat and a plat showing offset operators to this half section. In addition, a copy of the Compensated Formation Density Log and a diagramatic sketch of the proposed multiple completion are attached.

In support of the second request, to downhole commingle the Greenhorn and Basin-Dakota, we list the following factors for the Commission to consider:

J. D. Ramey June 6, 1978 Page 2

- 1. There is no known production from the Greenhorn formation in the offsetting sections.
- 2. Net pay in the Greenhorn is approximately five feet in a highly laminated sand-shale sequence. Therefore, it is deemed economically unfeasible to complete this sequence separately.
- 3. The pay section in either the Basin-Dakota or Greenhorn would not economically justify drilling a second well to recover reserves in either formation.
- 4. Downhole commingling and dual completion of this well as requested will serve the interest of conservation, prevent waste, protect correlative rights and result in the ultimate recovery of gas and liquid hydrocarbons that would not otherwise be recovered.

Your prompt attention to this matter will be greatly appreciated. Should there be any questions regarding this matter, please contact me at the above address or phone (303) 861-5252.

Very truly yours,

CONSOLIDATED OIL & GAS, INC.

C. M. Parham Senior Production Engineer

CMP:sm Enclosures

NEW MEXICO OIL CONSERVATION COMMISSION SANTA FE, NEW MEXICO APPLICATION FOR MULTIPLE COMPLETION

1

Forin C-107 5-1-61

Consolidated Oil &:	Gas, Inc.		o Arriba		ne 6, 1978
	D C C C C C C C C C C	Lease		Well	
1860 Lincoln Street	, Denver, CO 80	295 Je	nney	1-	
of Well "P"	13	26	N	Range 4W	
. Has the New Mexico Oil Conser					
zones within one mile of the sub . If answer is yes, identify one su	bject well? YES_X	NO			No. <u>COG-Jenney</u> #1
. The following facts are submitte	d: Upper		Intermediate		Lower
<u> </u>	Zone		Zone		Zone
a. Name of Pool and Formation	Blanco-Mesave				Basin-Dakota/Green
b. Top and Bottom of	Top: 5423'Btr			~	Top: 7939' 3tm: 81
Pay Section	Perfs: 5426'		5926'-6054'/P		
(Perforations)	<u>30 - 3</u>	5/0]e	t shots 8	080	96' 23 - 3/8" jets
c, Type of production (Oil or Ga d. Method of Production	s) 1985		. 		Gas
d. Method of Production (Flowing or Artificial Life)	Flowing				Flowing
The following are attached, (Ple			<u> </u>		- +04+112
Yes No			1		
X d. Electrical log of	(If such log is not available ease on which this well is lo OX 5444, Denver,	le log with at the time ocated toget CO 80	application is lifed it sha her with their correct mail 217	ing addre	
				-	
		<u></u>		× 2	
Were all operators listed in Item	5 above notified and furnis	hed a copy o	of this application? YES	N	OX If answer is yes, give
days of such posificasian		•		Cor	solidated Oil & Ga
date of such notification		· Prod	iction Engr. of	and the second	
CERTIFICATE: I, the undersign			waith assessing a make of		and the ship of an end we have been
CERTIFICATE: I, the undersign	(company), and that I am	authorized b	y said company to make th , correct and complete to t	us report he best c	; and that this report was prepare of my knowledge.
CERTIFICATE: I, the undersign	(company), and that I am	authorized b	y said company to make the correct and complete to s	he best of	; and that this report was prepare of my knowledge.
	(company), and that I am	authorized b	y said company to make th correct and complete to s	he best of	of my knowledge.
CERTIFICATE: I, the undersign	(company), and that I am and that the facts stated ther ators not accompany an appl period of twenty (20) days	authorized b tein are true	administrative approval, t	he best of Signature he New I m's Santi	• Mexico Oil Conservation Commis a Fe office, 11, after said twenty

NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACERAGE DEDICATION PLAT

All distances must be from the outer boundaries of the Section

Operator	1.74			Leose			Well No	
CONSOLIDATE	ED OIL AND	GAS, INC.		JENN	Y		1 - A	
Unit Letter	Section	Township		Konge	County			
Р	13	1 26	NORTH	4 WE	ST RIO A	RRIBA		
Actual Fastage Lac	ation of Well;	· · · · · · · · · · · · · · · · · · ·						
990	feet from th	e SOUTH	line and	790	feet from the	EAST	line	
Ground Level Elev.	Produci	ng Formation		Pool			Dedicated Avereage:	
7085	Mesa	verde-Gallu	p	Blanco M	esaverde - Ga	1100	320	Acres

1. Outline the acerage dedicated to the subject well by colored pencil or hachure marks on the plat below.

Jε

NNEY NO.

Ò

FARMINGTON, N. M.

N

2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty),

3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling. etc?

If answer is "yes," type of consolidation () Yes () No

If answer is "no," list the owners and tract descriptions which have actually consolidated. (Use reverse side of this form if necessory.)

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forcedpooling, or otherwise) or until a non standard unit, eliminating such interests, has been approved by the Commission.



٠t

CERTIFICATION

I hereby certify that the information containe herein is true and complete to the best of m knowledge and belief.

0.B. Whitenburg Position

Sr. Drilling Engineer Company

Consol Date 10/6/77

NO. I hereby certify inot the well'as dion this plat was plotted from field notes surveys made by me pr under my superv that the some is true and correct to field knowledge and belief.

14 September 1977
Date Surveyed
Que J. Done
Registered Professional Engineer and/or Land Surveyor James P. Leese
Games II Deese
Certificate No. 1463

95

JENNEY NOIR -4 INCHES EQUALS 1 MILE

SAN JUAN ENGINEERING COMPANY,



CONSOLIDATED OIL & GAS, INC. APPLICATION FOR MULTIPLE COMPLETION Blanco Mesaverde & Basin-Dakota/Greenhorn Zones Jenney No. 1-A Section 13, T26N, R4W Rio Arriba County, New Mexico

Note: Basin-Dakota acreage (E/2 of Section 13) to be jointly dedicated to Jenney No. 1 and Jenney No. 1-A. MV-Blanco Mesaverde; DK-Basin Dakota; PC-Pictured Cliffs; G-Wildhorse-Gallup

·••



1 Page NEW MEXICO OIL CONSERVATION COMMISSION EXAMINER HEARING SANTA FE NEW MEXICO Hearing Date <u>JULY 19, 1978</u> TIME: 9:00 A.M. REPRESENTING AR Lendrick LOCATION OCD artes Paul W. Buschell EP Daso El Paso naturel Son Co amos Quid Hithe Joew Ding huidens Barl & Hashett Detta Dulling Co. tyler tx Melland Tox Set Book Kliener and Dood, attorney (Duna) Dallas, Texis L Bayless R Merrion + Bayless Farmington Tommy Pokerts Southern Union Employation Dallas Tansey, Roschange, Roberts Genterg, P.C. Familytin DT STOGNER, JR CONSOLIDATIO OEC DENUER Jason Kellahi C.M. Porhan Kullahi & Yax tala H Consolidate OSG Denver

2 Page

NEW MEXICO OIL CONSERVATION COMMISSION

EXAMINER HEARING

SANTA FE ,NEW MEXICO

Hearing Date

 $(\mathbf{y},\mathbf{f})^{*}$

JULY 19, 1978

TIME: 9:00 A.M.

NAME	ور و الا می از این ا	REPRESENTING	LOCATION
	-		
		28 C	
-			
	· •		
•)			т.
	i		
	4		
			;
		ik s	
191. 1910 - 1910 - 1910 - 1910 - 1910 - 1910 - 1910 - 1910 - 1910 - 1910 - 1910 - 1910 - 1910 - 1910 - 1910 - 1910 -			` ر.
		1	
ана 			
	•		
an a		and a second second a second secon	fate a character to the

•••

1 STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT 2 OIL CONSERVATION DIVISION State Land Office Building 3 Santa Fe, New Mexico 19 July 1978 4 EXAMINER HEARING 5 6 IN THE MATTER OF: 7 CASE 6278 Application of Consolidated Oil) 8 & Gas, Inc., for a dual comple-) tion and downhole commingling,) 9 Rio Arriba County, New Mexico. -) 10 11 BEFORE: Richard L. Stamets 12 13 TRANSCRIPT OF HEARING 14 15 APPEARANCES 16 For the Oil Conservation Lynn Teschendorf, Esq. Division: Legal Counsel for the Division 17 State Land Office Building Santa Fe, New Mexico 87501 18 19 Jason Kellahin, Esq. For the Applicant: KELLAHIN & FOX 20 500 Don Gaspar 55 Santa Fe, New Mexico 87501 21 22 23 24

SALLY WALTON BOYD CENTIFIED SHORTHAND REPORTEI

(505) 87501

ž

p's Lodge F Santa Fe,

	Page	2
INDEX		
D. T. STOGNER		
Direct Examination by Mr. Kellah	in	3
Cross Examination by Mr. Kendric	k	13
Cross Examination by Mr. Stamets		14

., •

EXHIBITS

	~	
11	Applicant Exhibit One, C-107	13
12	Applicant Exhibit Two, Document	
13	Applicant Exhibit Three, Plat	13
14	Applicant Exhibit Four, Schematic	13
15	Applicant Exhibit Five, Map	13
16		13
17	Applicant Exhibit Six, C-122	13
	Applicant Exhibit Seven, Log	13

SALLY WALTON BOYD CERTIFIED SHORTHAND REPORTER 730 Bishop's Lodge Road + Phone (505) 988-5404 Santa Fe, New Mexico 87501

MR. STAMETS: We call next Case 6278. MS. TESCHENDORF: Case 6278. Application of Consolidated Oil and Gas, Inc., for a dual completion and downhole commingling, Rio Arriba County, New Mexico. MR. KELLAHIN: If the Examiner please, Jason Kellahin, Kellahin and Fox, Santa Fe, appearing for the applicant and we have one witness to be sworn. 6 7 (Witness sworn.)

Page

D. T. STOGNER

being called as a witness and having been duly sworn upon his oath, testified as follows, to-wit:

DIRECT EXAMINATION

BY MR. KELLAHIN:

1

2

3

4

5

8

9

10

11

12

13

14

15

16

SALLY WALTON BOYD CERTIFIED SHORTHAND REPORTER

(995)

2

Would you state your name, please? My name is Tracy Stogner, initials D. T., re-Q. A.

side in Denver, Colorado. 17

Would you spell your last name, please? 18 Q.

S-T-O-G-N-E-R. By whom are you employed and in what position, 19 A, 20 Q.

21 Mr. Stogner?

I'm employed by Consolidated Oil and Gas. Incorporated. My present title is Vice President of Oper-22 23 24

ations.

And where are you located?

Denver, Colorado.

Q.

1

2

3

4

5

6

7

8

9

10

11

12

13

16

17

18

19

20

21

22

23

24

25

In connection with your work as Vice President A. of Operations, does the area involved in this application

Page

come under your supervision?

That's correct.

Have you ever testified before the Oil Con-A.

servation Division or one of its examiners?

And your qualifications have been made a A. Q.

matter of record?

MR. KELLAHIN: Are the witness' qualifications A.

MR. STAMETS: For the purposes of this Examiner, acceptable? did you qualify as engineer, geologist? 15

As an engineer.

MR. STAMETS: Okay. Yes, the witness is A.

(Mr. Kellahin continuing.) Mr. Stogner, what considered qualified.

is proposed by the applicant in Case 6278? Well, Consolidated has asked the Commission to hear this case, first of all and primarily, for the

dual completion of the Mesaverde and Dakota. Our second request is that we be allowed to

BOYD (506) SALLY WALTON E CERTIFIED SHORTHAND RE Bishop's Lot

downhole commingle the Greenhorn and Dakota formations. Q. Now, turning to what has been marked as the Applicant's Exhibit Number One, would you identify that exhibit, please?

Pape

A. That is a standard Oil Conservation Commission
 C-107, Application for Multiple Completion. It shows our
 location, the proposed perforations, in the Mesaverde - it would be the Blanco-Mesaverde Field, and the Basin Dakota Zones.

Q. Now, actually this application would have been eligible for administrative approval were it not for the commingling, is that correct?

A. That is correct.

Q. You have another dual completion identical to this in the vicinity?

A. Yes, the Jenný No. 1 is a Mesaverde-Dakota completion.

Q. Now, that is shown on Exhibit Number Two, is it not?

A. That's correct.

Q. And what other information is shown on Exhibit Number Two?

A. Again, just the proration unit dedicated to
 the Jenny 1 and Jenny 1-A, which would be the east half
 of Section 13, 26 North, 4 West.

SALLY WALTON BOYD SERTIFED SHORTHAND REPORTER abop's Lodor Road + Phone (505) 9885 Santa Fe, New Mexico 87501 1

2

3

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

Q And is the location of your Jenny 1-A an orthodox location?

A. It is.

2

3

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

Q. Now, turning to Exhibit Number Three, would you identify that exhibit?

A. Exhibit Number Three is the offset operators plat showing our proposed Jenny 1-A completion and the offset operators and the completed intervals, for those operators.

Q. And does the exhibit also show the formations in which those wells are producing?

A. Yes, it shows the completed intervals and the operators.

Q. Do you have the -- MVDK, that would be -A. That's Mesaverde-Dakota; PC is Pictured Cliffs;
G is Gallup.

Q. And there are no Greenhorn in the area?
A. There is no Greenhorn shown on this map.
Q. Now, turning to Exhibit Number Four, would
You identify that Exhibit, please?

A. Exhibit Number Four is a schematic of a proposed downhole completion showing the surface pipe, cement, the hole size for the intermediate and the production liner. It shows our proposed packer, setting depth, the proposed tubing size and setting depths, and the proposed perforations

SALLY WALTON BOYD CERTIFIED SHORTMAND REPORTER abop's Lodge Road + Phone (505) 983 Santa Fe, New Maxico 87501 in the Mesaverde and the Greenhorn-Dakota.

Q. Now, is this completion identical to the completion that was approved for the Jenny No. 1?

A. That's correct.

SALLY WALTON BOYD CERTIFIED SHORTHAND REPORTER

Q. And it's a conventional type dual completion?
A. It's a conventional dual completion with one string suspended, which will be the Mesaverde. The permanent packer, the lower zone producing from underneath the permanent packer.

Q. And will that prevent the communication between the two zones?

A. This completion will prevent migration or communication as long as we don't have a hole in the tubing.
Q. And will the dual completion of this well enable you to recover gas that would not otherwise be recovered?

A. That's correct.

Q. Now, turning to what has been marked as Exhibit Number Five, would you identify that exhibit, please?
A. Exhibit Number Five is an area map showing our proposed location and the -- on the righthand margin of the exhibit, and the two known Greenhorn wells within about a 24-mile area; the nearest being 18 miles to the west, which is the Caulkins Company Breech No. PMD-224. The BCO, Incorporated, Dunn No. 2 is located

southwest, oh, 18 or 20 miles distance.

1

2

5

6

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

. 24

25

SALLY WALTON BO CERTIFIED SHORTHAND REPOR

8

Q,

Q.

A,

Q.

Now, did you check the records to determine if there were any other Greenhorn completions in the area? 3 We have researched the statistical -- New Mexico statistical books and these were the only two that we can find in Rio Arriba County, or in the San Juan Basin.

Page .

I guess there are some other Greenhorn completions but within a 25-mile radius of our proposed completion.

> These are the only two you found? These are the only two.

Now, turning to Exhibit Number Six, would you discuss the information shown there, please?

Well, Exhibit Number Six is a Form C-122, A. Multi-point Back Pressure Test for Gas Wells for the Greenhorn formation that was filed by Caulkins Oil in 1959. This is for their Greenhorn completion. This shows the potential 1.136 MMcf and the shut-in tubing pressure says 7-day, of 1216.

Now, have you been able to learn anything Q. further about that well?

We have the age, or the time it was completed, Α. and the logging, but we have no logs; we have no other information concerning this well.

Now, that would seem to indicate that some

		Page 9
	1	40 feet of pay were open.
	2	A. Yes, that's what the form would indicate. I
	3	question that.
	4	Q. Now, why do you question that?
	5	A. Well, we have an estimated $4-1/2$ feet in our
	6	completion, the proposed completion over about an 18-foot
	7	interval, so if the Greenhorn formation were productive
	8	over this general area, I would suspect that and it
	9	were 40-foot thick I would suspect more people would be
D 888-3404	10	completing in it.
H BOYD REPONTER M0 (505) 98 0 97501	11	Q. Now what's the present status of the Caulkins
ALTON DATHAND Dathand Tose - Pho Head - Pho	12	Well?
N H H	13	A. I can't answer that.
SALLY CERTFIEC Bishop's Loo Santa	- 34	The Caulkins Well has been P&A'd, according
38 28	15	to our information.
	16	Q. Do you know about when? The Commission records
	17	would show when it was
	18	A. Yes.
	19	Q plugged and abandoned? Now, do you know
	20	the status of the BCO Well Dunn No. 2?
	21	A. The '76 statistical report shows production
	22	that year from the BCO Well. I believe it's one month.
	23	Five months in '76. I mean. One month in '77.
	24	Q. And you don't know the present status of that
	25	well?
1월 17일 - 19일 - 19일 - 19일 - 19g - 19g - 19g - 1 20g - 19g		
	1 A.A. 199	

jî,

To our knowledge it is producing or is in A,

10

Page ____

producible status.

1

2

3

4

5

6

7

8

9

10

17

19

20

21

22

24

25

BOYD

SALLY WALTON CERTIFIED SHORTHAND R

Now, what -- what do you know about the Q. Greenhorn formation at your location of your Jenny 1-A? The only reason we have considered the Green-A. horn as a potential producing interval was a reported show by the rig personnel when we drilled the Greenhorn formation, oil and gas show. The subsequent log analysis shows about four feet of net pay and water saturations that would lead us to believe that this zone would produce some hydrocarbons, and that is the only basis for our suspicions or our 11 even wanting to test the Greenhorn, or produce the Green-12 horn in this well. It is not a widely distributed zone. 13 It is not producing in the area but we do have a show and 14 we propose to test it or to complete it with the Dakota 15 and take what gas it will give up. 16

Now, how was your No. 1 well drilled? Was it Q. .

air drilled? 18

These wells were drilled It was gas drilled. A. when gas was cheap and we were able to utilize gas to drill those wells. Those wells were drilled in the '60s. You don't have any pressure information on 0. the Greenhorn, do you? 23 The only pressure information we have is from

5

the Caulkins C-122.

A.

Q Now is your ownership common throughout the Dakota and the Greenhorn?

A. The answer to that question is negative.
 Consolidated owns 100 percent of the Greenhorn formation.
 We have two other partners in the Dakota.

Q. Now how would you propose to allocate the production between the Dakota and the Greenhorn?

A. The -- our proposal to the Commission is we allocate 10 percent of the daily production to the Greenhorn formation for accounting purposes, reporting purposes, until such time as we recover 250,000 cubic feet, which is the ultimate recovery for the Caulkins well, or the cumulative recovery for the Caulkins well.

> Now is that the basis of your 250,000? That's the basis of our 250,000.

Q. And then after you have recovered the 250,000
 would the entire production be allocated to the Dakota?
 A. The entire production from the lower zone
 would be allocated to the Dakota zone.

Q Now will you seek the approval of your partners in the Dakota formation to this type of allocation?
 A Yes. We were unaware that your partners were left out of the zone between the base of the Mesaverde and the top of the Dakota until just shortly before this hearing, or after we received notice, and we will attempt

2

4

5

7

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

Q,

SALLY WALTON BOYD

12 Page ... to work out an equitable settlement with our partners. 1 Now at the time you filed the application you 2 0. were of the opinion ownership was common? 3 That is correct. A. 4 And now you find it was not. Q, б Well, yes. A. 6 Now, in your opinion, will the approval of Q, 7 this commingling portion of the application result in the 8 recovery of gas and oil that would not otherwise be re-9 covered? 10 SALLY WALTON BOYD CERTIFIED SHORTHAND REPORTER Ishop's Lodge Road • Phone (505) 988 We feel that this is the only way that we 11 A. would ever produce the hydrocarbons that we know are pre-12 sent in the Greenhorn in the Jenny 1-A. 13 Would you drill a well to produce from the 14 Q. Greenhorn? 15 Negative. Α. 16 In your opinion, would the production from 17 Q. the Greenhorn justfy dual completion? 18 A dual completion? A. 19 In this well you'd have to make a triple. Q. 20 That's correct. We do not have the mechanical A. 21 facilities to work with a triple completion nor do we have 22 any desire to get into a mechanical situation that you 23 have with a triple. 24 So there would be no other way this gas would 25 Q. .

be recovered?

SALLY WALTON BOYD CERTIFIED SHORTHAND REPORTES

A. We feel that there is no other way.
Q. Were Exhibits One through --- oh, Exhibit
Number Seven. Would you identify that exhibit, please?
A. Okay. The Exhibit Number Seven -- we only
have one copy of it -- is the density log, the open hole
log run before we ran casing on the well. That log contains the proposed perforations, shows the proposed packer
setting depth, and the tops of the producing intervals.
Q. Were Exhibits One through Seven prepared by
you or under your supervision?

Page

A. That's correct.

MR. KELLAHIN: At this time I'll offer in evidence Exhibits One through Seven, inclusive.

MR. STAMETS: These exhibits will be admitted. MR. KELLAHIN: I have nothing further for this witness.

MR. STAMETS: Mr. Kendrick, do you have some questions?

MR. KENDRICK: Yes, sir.

CROSS EXAMINATION

BY MR. KENDRICK:

Q Mr. Stogner, how much or what percentage of the oil production from the lower interval would you assign

Page _____ 1.4

to the Greenhorn formation?

1

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

SALLY WALTON BOYD CERTIFIED SHORTHAND REPORTER

82

A. I had a note with the cumulative oil production from the Caulkins Dakota well and the GOR, or the liquids ratio, appears to be about the same for the Greenhorn that Caulkins produced and our Dakota in the Jenny No. 1, so -okay, the Caulkins well, the oil production, 2,496 barrels with the 255,652 Mcf, so for allocating oil we would allocate it again 10 percent of the oil production to the Greenhorn, 90 percent to the Dakota.

Q. Would there also be a termination when you reached the equal volume of the Caulkins well?

A. That is our proposal, that we will distribute
10 percent until such time as the Greenhorn zone has been
allocated 250,000.

Q. Okay. I believe that's all the questions I have.

CROSS EXAMINATION

BY MR. STAMETS:

Q. I presume that the Greenhorn spacing in there
would be 160 acres rather than 320 under statewide rules.
A. Under statewide rules.

Q. And the Jenny No. 1 was not completed in the Greenhorn?

A. That's correct.

Do you have a log of the well?

Q.

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

26

A.

A.

0.

0.

SALLY WALTON BOYD CERTIFIED SHORTHAND REPORTER

8

A. The -- I do not have a log with me. The logs on the Jenny No. 1, because they were run in the 1960's, they'ro a simple gamma ray neutron log only.

Q So you don't know if the Greenhorn might be producible in that zone?

A. That's correct. We cannot determine that from the logs of the Jenny No. 1.

Q. Have you examined any other wells in the area to see if you feel that the Greenhorn might be producible?
A. The limited number of wells that we have drilled to the Dakota recently with the modern logs do not indicate Greenhorn pay present.

Q Now you indicated that there was a difference in the ownership between the Greenhorn and the Dakota. Is this difference only as to working interest or also as to royalty interest?

Only as to working interest.

Q. Now you indicated that your formula would be based on 10 percent of the gas production to the Greenhorn until 250,000 cubic feet or Mcf?

250,000 Mcf.

Was recovered.

Quarter of a million.

And then 100 percent to the Dakota?

16 That's correct, thereafter. A. 2 Have you talked to Mr. Kendrick about the Ç. 3 possibility of extending the vertical limits of the Dakota to include the Greenhorn under this tract? 4 5 I have not consulted Mr. Kendrick on that A. 6 matter due to the apparent limited areal extent of the Greenhorn with the production of hvdrocarbons or porosity 7 or permeability to produce. I feel that it would be un-8 necessary to go to that extent that we extend for the whole 9 10 field the limits of the base of the Dakota. SALLY WALTON BOYD CERTISIED SHORTHAND REPORTED 11 I'm only speaking of the 320 acre tract ---0. 12 A. Oh, the 320. 13 -- on which this well is located. 0. 14 I have not spoken to Mr. Kendrick about that. A. 15 MR. STAMETS: Let's go off the record a 16 second. 17 (There followed discussion off 18 the record.) 19 (Mr. Stamets continuing.) Now, Mr. Stogner, Q. is there any economical way for you to get in and perforate 20 the Greenhorn zone and test it for oil before you perforate 21 22 the Dakota? 23 We have had some very poor experiences with A. bridge plugs recently that make us very reluctant to 24 25 separately test the Greenhorn and the Dakota. We would

		Page <u>17</u>
2		1 have to perforate the Dakota first and treat it and with
• 5 4		2 a bridge plug test the Greenhorn and we have, with our
		3 poor, our very bad experiences, just makes us gunshy of
		4 this this operation.
	. ¹ . 1	5 0. You indicated that you simply had a show of
ж.	. (gas in the Greenhorn during drilling.
	7	A. We were drilling with air, that's correct.
	8	Q. So you had no real measure of the volume?
8	9	A. Too small to measure any gas.
YD #TER 5) 988-34	10	0. And then your 10 percent to the Greenhorn till
N BOYD ID REPORTER hone (505) 201 ico 87501	11	250,000 is recovered is simply based on the recovery of
ALTO DRTHAN Dect - P food - P	12	this
SALLY WALTON CERTIFIED SHORTHAND R Stop's Lodge Road + Phon Senta Fe, New Mexico	13	A. Caulkins.
ä	14	Q Caulkins well completed in the Greenhorn.
282 1	15	A. That's correct.
	16	Q. You don't know if your well would produce
	17	more or less than the $250,000?$
	18	A. No, sir.
	19	9. So if it produced more or less, this would
	20	have an effect on the rights of the working interest owners
	21	in there.
	22	A. That is correct.
	23	But it would not have any effect on the rights
	24	of the royalty interest owners.
	25	Mr. Stogner, do you think that you could look
	ł	

ŗ

into the possibility of requesting the District Office to extend the vertical limits of the Dakota under this 320 acre tract to take in the Greenhorn zone? We would, yes, we will see that, if it is A. the Commission's ---And you could do this fairly quickly and ad-

3

Page ____

vise the Examiner if that is an acceptable procedure? Q.

A. MR. STAMETS: Any other questions of the He may be excused. witness? MR. KELLAHIN: I would just like to say, Mr. Examiner, that we would request approval as a dual completion regardless of what happens with the Greenhorn. MR. STAMETS: If there is nothing further, 13 the witness is excused and the case will be taken under 14 15

advisement. 16

1

2

3

4

5

6

7

8

9

10

11

12

17

18

19

20

21

22

23

24

25

SALLY WALTON BOYD CERTIFIED SHORTHAND REPORTER

(202)

s's Lodge Senta Fe. Bishop's Lod

8

MR. KELLAHIN: Thank vou. (Hearing concluded.)

Yes.

Page _

REPORTER'S CERTIFICATE

I, SALLY WALTON BOYD, a Court Reporter, DO HEREBY CERTIFY that the foregoing and attached Transcript of Hearing before the Oil Conservation Division was reported by me; that said transcript is a full, true, and correct record of the hearing prepared by me to the best of my ability, knowledge, and skill from my notes taken at the time of the hearing.

Sally Walton Boyd, C.S.R.

4 do hereby certify that the foregoing is a complete record of the proceedings in the Examiner hearing of Case No. 622 //Examinan Nextoo Oil Conservation Commission

SALLY WALTON BOYD CERTIFIED SHORTHAND REPORTER D Bishop's Ledge Road • Phone (505) 088-3 Sante Fa, New Mexico 87501

ġ



JERRY APODACA

NICK FRANKLIN SECRETARY

STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

December 5, 1978

Re:

POST OFFICE BOX 2088 BTATE LAND OFFICE BUILDING BANTA FE, NEW MEXICO 87501 (505) 827-2434

ţī

Mr. Jason Kellahin Kellahin & Fox Attorneys at Law Post Office Box 1769 Santa Fe, New Mexico

Applicant:

ORDER NO. R-5874

CASE NO.

Consolidated Oil & Gas, Inc.

6078

Dear Sir:

Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case.

Yours very truly, RAMEY JOE D. Director

JDR/fd

Copy of order also sent to:

Hobbs OCC Artesia OCC Aztec OCC

Other

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. 6278 Order No. R-5874

APPLICATION OF CONSOLIDATED OIL & GAS, INC. FOR A DUAL COMPLETION AND DOWNHOLE COMMINGLING, RIO ARRIBA COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. On July 19, 1978, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this <u>30th</u> day of November, 1978, the Division Director, having considered the testimony, the record, and the recommendations of the Examiner, and being fully advised in the

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 the applicant, Consolidated Oil & Gas, Inc., seeks authority to complete its Jenney Well No. 1-A, located in Unit P of Section 13, Township 26 North, Range 4 West, NMPM, Rio Arriba County, New Mexico, as a dual completion (conventional) to produce gas from the Blanco Mesaverde Pool and the Basinbakota Pool and to commingle Greenhorn gas production with the aforesaid Dakota production in said well.

(3) That the portion of the subject application dealing with the downhole commingling of Greenhorn and Dakota production should be dismissed.

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

(5) That approval of the subject application will prevent waste and protect correlative rights.

-2-Case No. 6278 Order No. R-5874

SEAL

fd/

IT IS THEREFORE ORDERED:

(1) That the applicant, Consolidated Oil & Gas, Inc., is hereby authorized to complete its Jenney Well No. 1-A, located in Unit P of Section 13, Township 26 North, Range 4 West, NMPM, Rio Arriba County, New Mexico, as a dual completion (conventional) to produce gas from the Blanco Mesaverde Pool and the Basin-Dakota Pool through parallel strings of tubing with separation of the zones to be achieved by means of a packer set at approximately 7800 feet.

PROVIDED HOWEVER, that the applicant shall complete, operate, and produce said well in accordance with the provisions of Rule 112-A of the Division Rules and Regulations insofar as said rule is not inconsistent with this order;

PROVIDED FURTHER, that the applicant shall take packer leakage tests upon completion and annually thereafter during the Annual Deliverability Test Period for prorated gas pools in Northwest New Mexico.

(2) That the application to commingle gas production from the Greenhorn and Dakota formations in the wellbore of said Jenney Well No. 1 is hereby dismissed.

(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 hereinabove designated.

> STATE OF NEW MEXICO OIL CONSERVATION DIVISION

JOE D. RAMEY Director

Pick. STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION AZTEC DISTRICT OFFICE

JERRY APODACA GOVERNOR NICK FRANKLIN

GECRETARY

September 14, 1978

SEP 1 9 1978

Santa Fe

1000 RIO BRAZOS ROAD AZTEC, NEW MEXICO 87410 (505) 334-8178

Mr. D. T. Stögner, Jr. Consolidated Oil & Gas, Inc. 2000 1860 Lincoln Street Denver, Colorado 80295 Re: Consolidated Oil & Gas, Inc.

Jenny #1A P-13-26N-4W

Dear Mr. Stogner:

The upper vertical limit for the Dakota Producing Interval for the subject well shall be at 7854 feet of depth.

By copy of this letter I shall recommend that that portion of your application for Case No. 6278 relating to downhole commingling be dismissed.

If there are questions, please contact us.

Yours very trul

A. R. Kendrick Supervisor, District #3

ARK:mc

xc: Oil Conservation Division Santa Fe, New Mexico

Consolidated Oil & Gas, Inc.

LINCOLN TOWER BUILDING 1860 LINCOLN STREET DENVER, COLORADO 80295 (303) 841-5252

September 11, 1978 SEP 19 1978

Sana je

100000

New Mexico Oil Conservation Commission 1000 Rio Brazos Road Aztec, New Mexico 87401

Attn: Mr. A. R. Kendrick

Re: Application for Extension of Reservoir Vertical Limits Jenney No. 1-A Basin Dakota Field SE/4, SE/4 Sec 13, T26N, R4W Rio Arriba County, New Mexico

Gentlemen:

Consolidated Oil & Gas, Inc. respectfully request that the vertical limits of the Basin Dakota zone be extended to include the Greenhorn Formation in the E/2 of Section 13, Township 26 North, Range 4 West with a top equivalent to a depth of 7,854' in the subject well. The attached log strip shows the existing Dakota top and the proposed extension.

The working interest owners in the Dakota zone of the Jenney No. 1-A have agreed to Consolidated assigning them its 100% interest in the Greenhorn zone and have so indicated on the attached statement.

Please consider this request as notification that we wish to withdraw our previous request to well-bore commingle the Greenhorn and Dakota zones.

Very truly yours,

D.T. Stoppen

CONSOLIDATED OIL & GAS, INC.

D. T. Stogner, Jr Vice President, Operations Gulf Coast-West Texas Division

SEP 14 1978 OIL CON. COM. DIST, 3

DTS:sm Enclosures



.

<u>.</u>

				100
t 	SEP	191	978	
	and the second second			
	te cirr	e i e		· •

August 14, 1978

Consolfdated Oil & Gas, Inc. Lincoln Tower Building 1860 Lincoln Street Denver, Colorado 80295

Jenny No. 1-A SE SE Sec. 13, T26N, R4W Re : Rio Arriba County, New Mexico

As a working interest owner in the subject well, this firm has no objection to Consolidated's proposal to assign its interest in the Greenhorn Formation based on the in-terest shown below and to seek approval from the New Mexico Oil Conservation Commission to well hore commingle the Oil Conservation Commission to well bore commingle the Dakota and Greenhorn production. LESTER CROWN (50% Working Interest)

Approved:

Disapproved:

Date:_____ JENNEY OIL CO. (25% Working Interest)

Approved: <u>January Qil Company</u>, Vuc. Disapproved: By: c. w. Hill Theo Secter Date:_

К
August 14, 1978

Consolidated Oil & Gas, Inc. Lincoln Tower Building 1860 Lincoln Street Denver, Colorado 80295

Re: Jenny No. 1-A SE SE Sec. 13, T26N, R4W Rio Arriba County, New Mexico

Gentlemen:

As a working interest owner in the subject well, this firm has no objection to Consolidated's proposal to assign its interest in the Greenhorn Formation based on the interest shown below and to seek approval from the New Mexico Oil Conservation Commission to well bore commingle the Dakota and Greenhorn production.

LESTER	CROWN	(50%	Working	Interest)
		1		

Approved:
Disapproved:
By: Alstin ham
Date: 8/13/38 JENNEY OIL CO. (25% Working Interest)
JENNEY OIL CO. (25% WORKING INCOLOGO,
Approved:
Disapproved:
By:
Date:

NE SANTA FE, NEW MEXICO APPLICATION FOR MULTIPLE COMPLETION

Form C -107 5-1-61

B

Operator	1 T	County		Date	(1070
Consolidated Oil & C	as, inc.	Lease	o Arriba	Well I	ne 6, 1978
1860 Lincoln Street,	Denver, CO 802		nney	1-	
Location Unit	Section	Township	inic y	Range	
of Well "P"	13	26	N	40	• •
1. Has the New Mexico Oil Conserva		e authorized	the multiple completio	on of a well	in these same pools or in the same
zones within one mile of the subj		NO			
2. If answer is yes, identify one suc	h instance: Order No. MC	2-1671	; Operator Lease	, and Well	No.COG-Jenney #1
3. The following facts are submitted	: Upper		Intermediate		
	Zone				Lower Zone
a, Name of Pool and Formation	Blanco-Mesave	rde			Basin-Dakota/Greenh
b. Top . Bottom of	Top: 5423'Btm	h: 6073			Top: 7939' Btm: 810
Pay Section	Perfs: 5426'-		5926'-6054'/	Perfs:	7891'-7907', 7944-6
(Perforation)	30 - 3	/8" je	t shots	8080'-	96' <u>23 - 3/8" jet sh</u> e
c. Type of production Cil or Gas) Gas				Cas
d. Method of Production					
(Flowing or Artificial Lift)	Flowing		 	. <u></u>	Flowing
4. The following are attached. (Plea	se check YES or NO)				
X diameters and sett X b. Plat showing the of operators of all X c. Waivers consentin tors have been functions have been functions have been functions have been functions. X d. Electrical log of the dicated thereon. (In the dicated thereon.) 5. List all offset operators to the least Mobil Oil Corp., Bo	ting depth, location and typ location of all wells on app leases offsetting applicant g to such multiple complet mished copies of the appli the well or other acceptable f such log is not available ase on which this well is lo x 5444, Denver.	e of packer plicant's le 's lease. ion from ea cation." e log with at the time cated toget <u>CO 80</u>	s and side door chokes, a ase, all offset wells or ch offset operator, or ir tops and bottoms of pro application is filed it s her with their correct m 217	nd such oth n offset lea n lieu there oducing zor shall be sul ailing addr	intervals, tubing strings, including ber information as may be pertinent. uses, and the names and addresses of, evidence that said offset opera- nes and intervals of perforation in- bonitted as provided by Rule 112-A.) ess. y, Dallas, TX 75206
			•		9
		-		• • •	
				<u>,</u>	
6. Were all operators listed in Item ?	5 above notified and furnish	ned a copy	of this application? Y	ES N	SOX . If answer is yes, give
date of such notification			, and approximately a		
		······································		Co	nsolidated Oil & Gas
ER HEBERGRE EXAMINE	STAMETS am the Sr	. Prod	uction Engr.	of the In	с,
OIL CONSERVATION	COMMISSION hat I am :	authorized	y said company to make	this repor	t; and that this report was prepared
under my supervision and direction ar	nd that the facts stated there	ein are true	, correct and complete t	to the best	of my knowledge.
Concelled EXHIBIT N	0		\cap	$\overline{\mathbf{N}}$	
CASENO. 6278	· · · · · · · · · · · · · · · · · · ·		('YM)+~		
Submitted by DT St	Traine	., ¹	~ · / · [] d	man	\sim
)	Signati	
Should be an in grad atte offset opt of sion will hold the application for a day period, no protoco nor request fo	tors not occompany as appl period of twenty (20) days f recording is received by the	ication for from date o Santa Fe	administrative approval [receipt by the Commis office, the application w	, the New sion's San vill then be	Mexico Oil Conservation Commis- ta Fe office. If, after said twenty- processed.
	-				
NOTE: If the proposed multiple comp the producing zones, then se	letion will result in an uno parate application for appr	orthodox we oval of the	is incation and/or a nois same should be filed a	n-standard imultaneou	proration unit in One of more of sly with this application.
the broadcing solical right ac	Larace -hteresten in abber		· ····· ······························		• • • • • • • • • • • • • • • • • • •

NEW MEXICO OIL CONSERVATION COMMISSION WELL LOCATION AND ACERAGE DEDICATION PLAT

		Ali dista	onces must be	from the outer bo	undaries of the Sect	ion		
Operator	1.7	******		Leose			Well No	
CONSOLIDATE	ED OIL AND	GAS, INC.		JENN	Y		1 - A	
Unit Letter	1 Section	Township		Konge	County			
P	13	i 26	NORTH	4 WE	ST RIO	ARRIBA		
Actual Factore Loc	otion of Well:							
. 990	feet from the	SOUTH	 finer and 	790	feet from the	EAST	line	
Ground Level Elev.	Producing	Formation		Fool			Dedicated Avereage:	·
7085	Nesav	erde-Gallu	p	Blanco M	esaverde - Ga	allup	320	ka

1. Outline the acerage dedicated to the subject well by colored pencil or hachure marks on the plat below.

2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty),

3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling, etc?

() Yes () No If onswer is "yes," type of consolidation.

If answer is "no," list the owners and tract descriptions which have actually consolidated. (Use reverse side of this form if necessary.)

No cllowable will be assigned to the well until all interests have been consolidated. (by communitization, unitization, forcedpooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.

Not	e: Basin-D jointly No. 1-A	dedicated	age (E/2 of to Jenney	E Section 1 No. 1 and	3) to be Jenney
				1840' - 1	
					-
OIL CO	ah XHIBIT N	$6.2 \pm -$			N
CASE NO	p. 6278	har land	1 a 1		
Submitte Hearing	by <u>N.T.</u> Date <u>17.19</u>	-78	JENNEY N	A () 790	
		S EQUALS 1 MILE		NGTON, N. M.	- , , •

CERTIFICATION

I hereby certify that the information contai herein is true and complete to the best of knowledge and belief.

O.B. Whitenburg Position Sr. Drilling Engineer Company Consolidated Dote 10/6/77 NO. I hereby certify the time wall as Bion show surveys made by me or under my but ervisio that the some is true and correct to the best of knowledge and belief. BEFORE FYANINER STAMETS 101

September Doie Suhele Frasterto Protessional Enginee ond/or Lond Surveyor James P. Leese

Certificote No. 1463

11

EXHIBIT "A"



EXHIBIT "B"





						NT118487 T	NA CUPPEDS 1	' UN		
	•						•			Form C-122
		·, .	MULT	I-POINT	BACK PRE	SSURE T	EST FOR GA	s wells		Revised 12-1-55
Ро	ol <u>South</u>	Blanco	F	Formation	n <u>Gr</u>	oenhor	<u>n</u>	_County	_Rio_	Arriba
In	itial <u>X</u>	An	ual		Spe	cial		Date of	Test	8-19-59
			· .							Phid-224
										Has Company
Ca	sing $7''$	Wt. 23826#	т.р. б.	366 Se	t at 75	alio a	Perf. Kon	^	TO C	olio
Tu	$\frac{2^{\prime\prime}}{2^{\prime\prime}}$	4.70 Wt. 1.68	1. I.D. 1.	995 049 Se	5153 et at 5	to 630	2 erf. 63	02	То	949
										ess. <u>12⁴</u>
Dat	e of Complet	tion 8-1	150	Paoko	4953	Si	ngle-Brade	nhead-G.	G. or (rinle G.O. Dual
Du	C OI COMPICE			Facke				or temp.		
			(ED DATA				
Tes	sted Through			(Meter)	-	·.				
-	(Prover)	Flow (Choke)		. Diff.	Temp.	Tubin Press	g Data Temp.	Casing D. Press.	ata Temp.	Duration
No.	(Line) Size	(Orifice) Size	psig	h _w	° _F .	psig	°F.	psig	°₽.	of Flow Hr.
SI						1216				7 day ST-
$\frac{1}{2}$.		3/4"	70#			70	<u>f</u> lyly			<u>3 hr. test</u>
<u>3.</u> 4.										
5.		[1	· · · · · · · · · · · · · · · · · · ·		
	Coeffici	ent.	[ressure	FLOW CAL Flow	and the second data is a second data in the second data is a second data in the second data is a second data is	NS Gravity	Compres		Rate of Flow
No.	(24-Hou				Fac	tor	Factor	Factor	•	Q-MCFPD @ 15.025 psia
1.	14.160		^p f	psia 82	F 1.0158	······	•9535	F _{pv}	L	1.136
1. 2. 3.										
<u>4.</u> 5.					,					
للبنك				PR	ESSURE C	A (CIII.ATT	TONS	····		
	Liquid Hydro	annhan Dati		* 1,	cf/bbl.			fic Crowit	u Conn	irator Gas
rav	ity of Liqui	d Hydrocart			deg.		Speci	fic Gravit	y Flow	ing Fluid
د	50.40	·	<u>т-е су</u>	0.176			P _c	1228	¹ c_1,	507.9
-1	Pw			······································				2 0	T	
No.	Pt (psia)	Pt ² F	cQ	(F _c Q) ²	(F (1	$\left[\frac{Q}{e^{-s}} \right]^2$	P _w 2	$P_c^2 - P_w^2$	Ca P	$\begin{array}{c c} \mathbf{P}_{\mathbf{W}} \\ \mathbf{P}_{\mathbf{C}} \\ \mathbf{W} \end{array}$
$\frac{1}{2}$		6.7 5	7.2	32.71	8 575	.8	582.5	925.4	754	المتحد المحدود المحدود المحاد المحتول المحدون ومهيدا مرد المحدود المحدود المحدود المحدود المحدود المحدود المحدود
3. 4.										
5.									1	
	PANY Cau	ial:	6.39	nv	MCFPD;	n_1.63	n75 1.4	425		2017) 1
		.067 Rar	Anota				D	duction_		
W1.LM	IESSED			<u> </u>						
o oru	• مەرىپ - 1 - 10 - 10 - 10 - 10 - 10 - 10 - 10				REMA					
	e S	, • ·			•	1	BEFORE	EXAMINER	STAM	ets SSION
			2				OIL CONSE	EXHIBIT NO	Э. <u> </u>	
.,	EXHIBI	Т "Е"		1 4 1 1	· ···		CASE NO	6278		
			:	ж. Т	•		Submitted by	<u>A.T.J</u>	top	- M
		•	-				Hearing Da	to 7-19-	78	

Page 4 of 4 Examiner Hearing - Wednesday - July 19, 1978

Martine .

Docket No. 23-78

(o) EXTEND the South Hospah-Lower Sand Oil Pool in McKinley County, New Mexico, to include therein:

TOWNSHIP 17 NORTH, RANGE 8 WEST, NMPM Section 6: NW/4 SE/4

TOWNSHIP 17 NORTH, RANGE 9 WEST, NMPM Section 12: NW/4 NW/4

(p) EXTEND the South Hospah-Upper Sand Oll Pool in McKinley County, New Mexico, to include therein:

TOWNSHIP 17 NORTH, RANGE 8 WEST, NMPM Section 5: W/2 SW/4 Section 6: S/2 SE/4 Section 7: N/2 NE/4 Section 8: NW/4 NW/4

TOWNSHIP 17 NORTH, RANGE 9 WEST, NMPM Section 12: NW/4 NW/4

(q) EXTEND the Kutz-Fruitland Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 28 NORTH, RANGE 11 WEST, NMPM Section 33: NW/4

(r) EXTEND the South Los Pinos Fruitland-Pictured Cliffs Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 31 NORTH, RANGE 7 WEST, NMPM Section 2: NE/4 Section 10: NE/4

(s) EXTEND the Lybrook-Gallup Oil Pool in Rio Arriba and Sandoval Counties, New Mexico, to include therein:

> TOWNSHIP 23 NORTH, RANGE 7 WEST, NMPM Section 8: NW/4

(t) EXTEND the Papers Wash-Entrada Oil Pool in McKinley County, New Mexico, to include therein:

TOWNSHIP 19 NORTH, RANGE 5 WEST, NMPM Section 15: SE/4 SW/4 Section 16: NE/4 SE/4 Section 22: NE/4 NW/4

(u) The advertised extension of the Rusty-Chacra Pool in Sandoval County, New Mexico, will be deferred to a later date because of an error in advertising.

(v) EXTEND the Ute Dome-Dakota Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 32 NORTH, RANGE 14 WEST, NMPM Section 24: S/2

Page 3 of 4 Examiner Hearing - Wednesday - July 19, 1978

Docket No. 23-78

TOWNSHIP 27 NORTH, RANGE 13 WEST, NMPM Section 19: N/2 Section 25: SE/4 Section 27: NW/4 Section 30: W/2 Section 34: SE/4 Sections 35 and 36: All

which includes, among other lands, the lands formerly contained in the Nipp-Pictured Cliffs Pool. (e) CONTRACT the South Gallegos-Fruitland Pool in San Juan County, New Mexico, by deleting:

TOWNSHIP 26	NORTH.	RANGE 12 WEST, NMPM
	N/2	TELED 12 WEST, NMPM
Section 9:	N/2	
Section 10:	N/2	

(f) EXTEND the Ballard-Pictured Cliffs Pool in Rio Arriba, San Juan, and Sandoval Counties, New Mexico, to include therein:

TOWNSHIP 23 NORTH, RANGE 3 WEST, NMPH Section 8: SW/4

(g) EXTEND the Blanco Mesaverde Pool in Rio Arriba and San Juan Counties, New Mexico, to include

TOWNSHIP 29 NORTH, RANGE 4 WEST, NMPM Section 5: SW/4

(h) EXTEND the Blanco-Pictured Cliffs Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 29 NORTH, RANGE 8 WEST, NMPM Section 9: SE/4

TOWNSHIP 30 NORTH, RANGE 10 WEST, NMPM Section 22: NW/4

(1) EXTEND the South Blanco-Pictured Cliffs Pool in Rio Arriba, San Juan, and Sandoval Counties, New Mexico, to include therein:

TOWNSHIP 28 NORTH, RANGE 8 WEST, NMPM Section 10: All

(j) EXTEND the Bloomfield-Chacra Poel in San Juan County, New Mexico, to include therein:

TOWNSHIP 29 NORTH, RANGE 11 WEST, NMPM

(k) EXTEND the BS Mesa-Gallup Pool in Rio Arriba County, New Mexico, to include therein: TOWNSHIP 26 NORTH, RANGE 4 WEST, NMPM

(1) The advertised extension of the Chacon-Dakota Associated Pool in Rio Arriba and Sandoval Counties, New Mexico, will be deferred to a later date because of an error in advertising. (m) EXTEND the Dufers Point Gallup Dakota Oil Pool in San Juan County, New Mexico, to include

TOWNSHIP 25 NORTH, RANGE 8 WEST, NMPM Section 18: W/2

TOWNSHIP 25 NORTH, RANGE 9 WEST, NNPM Section 12: W/2 Section 13: NE/4

(n) EXTEND the Fulcher Kutz-Pictured Cliffs Pool in San Juan County, New Mexico, to include

1

TOWNSHIP 29 NORTH, RANGE 11 WEST, NMPM Section 5: SW/4

Page 2 of 4 Examiner Hearing - Wednesday - July 19, 1978

お子がは

Docket No. 23-78

14

CASE 6280: Application of Energy Reserves Group, Inc., for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks authority to commingle South Bianco-Pictured Cliffs and Otero-Chacra production in the wellbores of its Jicarilla 35 Well. No. 6 located in Unit H of Section 1, Township 24 North, Range 5 West, and its Jicarilla 35 Wells Nos. 4 and 5, located in Unit M of Section 35 and Unit J of Section 36, respectively, both in Township 25 North, Range 5 West, Rio Arriba County, New Mexico.

CASE 6281: Application of Southern Union Exploration Co. for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water into the San Andres formation through the perforated interval from 4300 feet to 4346 feet in its Susco State Well No. 3 located in Unit N of Section 19, Township 9 South, Range 33 East, Flying "M" San Andres Pool, Lea County, New Mexico.

<u>CASE 6282:</u> In the matter of the hearing called by the Oil Conservation Division on its own motion for an order abolishing, contracting, extending vertical and horizontal limits, and redesignating certain pools in McKinley, Rio Arriba, Sandoval, and San Juan Counties, New Mexico:

(a) ABOLISH the Ojito-Gallup Oil Pool in Rio Arriba County, New Mexico, described as:

TOWNSHIP 25 NORTH, RANGE 3 WEST, NMPM Section 17: SW/4

(b) EXTEND the vertical limits of the Ojito-Dakota Oil Pool in Rio Arriba County, New Mexico, described as:

TOWNSHIP 25 NORTH, RANGE 3 WEST, NMPM Section 17: SW/4 Section 18: SE/4 Section 19: NE/4

to include the Gallup formation and redesignate said pool the Ojito Gallup-Dakota Oil Pool and extend said pool to include therein:

TOWNSHIP 25 NORTH, RANGE 3 WEST, NMPM Section 17: NW/4

(c) ABOLISH the Nipp-Pictured Cliffs Pool in San Juan County, New Mexico.

(d) EXTEND the horizontal limits of the WAW Fruitland-Pictured Cliffs Pool in San Juan County, New Mexico, to include therein:

TOWNSHIP 25 NORTH, RANGE 12 WEST, NMPM
Section 2: W/2
Section 3: All
Section 10: N/2
Section 11: W/2 and SE/4
Section 14: NE/4
TOWNSHIP 26 NORTH, RANGE 12 WEST, NMPM
Section 5: E/?
Section 7: W/2 and SE/4
Section 8: E/2 and SW/4
Section 16: SW/4
Sections 17 and 18: All
Section 19: NE/4
Section 20: All
Section 21: W/2 and SE/4
Section 22: S/2
Section 26: SW/4
Sections 27 and 28: All
Section 29: N/2
Sections 33, 34 and 35: All
TOWNSHIP 26 NORTH, RANGE 13 WEST, NMPM
Section 1: N/2 and SE/4
Section 2: NE/4
Section 4: NE/4

Section 12: E/2 TOWNSHIP 27 NORTH, RANGE 12 WEST, NMPM Section 30: SW/4

Docket No. 23-78

÷:

Dockets Nos. 24-78 and 25-78 are tentatively set for hearing on August 2 and 16, 1978. Applications for hearing must be filed at least 22 days in advance of hearing date.

DOCKET: EXAMINER HEAFING - WEDNESDAY - JULY 19, 1978

9 A.M. - OIL CONSERVATION DIVISION CONFERENCE ROOM, STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

(Continued from June 7, 1978, Examiner Hearing)

The following cases will be heard before Richard L. Stamets, Examiner, or Daniel S. Nutter, Alternate Examiner:

- <u>ALLOWABLE:</u> (1) Consideration of the allowable production of gas for August, 1978, from fifteen prorated pools in Lea, Eddy, and Chaves Counties, New Mexico.
 - (2) Consideration of the allowable production of gas for August, 1978, from four prorated pools in San Juan, Rio Arriba, and Sandoval Counties, New Mexico.

CASE 6274:

In the matter of the hearing called by the Oil Conservation Division on its own motion to permit Shar-Alan Oil Company, The Travelers Indemnity Co., and all other interested parties to appear and show cause why the Lillian State Well No. 2-X located in Unit P of Section 2 and the Emma McDaniel Well No. 2 located in Unit G of Section 22, both in Township 24 North, Range 1 West, Rio Arriba County, New Mexico, should not be plugged and abandoned in accordance with a Division-approved plugging program.

CASE 6241:

ş,

Application of Yates Petroleum Corporation for downhole commingling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks authority to commingle Eagle Creek Permo-Penn and West Atoka-Morrow gas production in the wellbore of its Powell DG Well No. 1 located in Unit O of Section 35, Township 17 South, Range 25 East, Eddy County, New Mexico.

CASE 6275: Application of Delta Drilling Company for an unorthodox gas well location, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox gas well location of its Donaldson "A" Com. Well No. 1 located 1930 feet from the North line and 2303 feet from the West line of Section 23, Township 23 South, Range 28 East, Strawn formation, Eddy County, New Mexico, the W/2 of said Section 23 to be dedicated to the well.

CASE 6275: Application of Jerome P. McHugh for an unorthodox gas well location, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the unorthodox location of his Chris Well No. 4 to be drilled 1902 feet from the South line and 1650 feet from the East line of Section 9, Township 27 North, Range 3 West, Blanco Mesaverde Pool, Rio Arriba County, New Mexico, the S/2 of said Section 9 to be dedicated to the well.

> Applicant further seeks authority to commingle Blanco Mesaverde and Gavilan-Pictured Cliffs production in the wellbore of said well.

- CASE 6277: Application of Jerome P. McHugh for downhole commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the downhole commingling of Gavilan Pictured Cliffs and Blanco Mesaverde production in the wellbores of his Chris Wells Nos. 3 and 3A, located in Units H and I of Section 21, Township 27 North, Range 3 West, Rio Arriba County, New Mexico.
- CASE 6253: (Continued and Readvertised)

Application of Merrion & Bayless for a non-standard proration unit and unorthodox location, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for a 366.44acre non-standard gas proration unit comprising the W/2 of Sections 30 and 31, Township 26 North, Range 2 West, Blanco Mesaverde Pool, Rio Arriba County, New Mexico, to be dedicated to a well to be drilled at an unorthodox location 1650 feet from the North line and 750 feet from the East line of said Section 30.

CASE 6278:

Application of Consolidated Oil & Gas, Inc., for a dual completion and downhole commingling, Ric Arriba County, New Mexico. Applicant, in the above-styled cause, seeks approval for the dual completion of its Jenney Well No. 1-A located in Unit P of Section 13, Township 26 North, Range 4 West, Rio Arriba County, New Mexico, to produce gas from the Blanco Mesaverde Pool and the Basin-Dakota Pool and to commingle Greenhorn gas production with the aforesaid Dakota production in said well.

CASE 6279:

Application of Hanagan Petroleum Corporation for compulsory pooling, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks an order pooling all mineral interests in the Morrow formation underlying the N/2 of Section 28, Township 21 South, Range 26 East, Avalon Hills-Morrow Pool, Eddy County, New Mexico, to be dedicated to a well to be drilled at a standard location thereon. Also to be considered will be the cost of drilling and completing said well and the allocation of the cost thereof as well as actual operating costs and charges for supervision. Also to be considered will be the designation of applicant as operator of the well and a charge for risk involved in drilling said well.

-	, •, •, •, •, •, •, •, •, •, •, •, •, •,	·,	•	MULTT	-POINT F	BACK PRES	SSURE TES	T FOR GA	S WELLS		Form C-12 Revised 12-1-5
Poc	olSouth	Blane	D	F	ormatior	n Gr	oenhorn		County	Pto	Arriba
				•							8-19-59 Pin-224
											Tas Company
Tub	$\frac{2^{\prime\prime}}{2^{\prime\prime}}$	μ. <u>2. 565</u> μ. 70	3 I.	1.	<u>ეიი </u> 5e 995 ისი Se	$\begin{array}{c} \text{at} 73\\ 5153\\ \text{at} 5\\ \end{array}$	<u>42</u> Pe to 6302	rf. 690	0	То <u>б</u>	940
											ess. <u>12^{j_1}</u>
Dat	e of Complet	ion: 8	3-11-	59	Packe	4953 r 5154	Sin	gle-Brade Reservo	nhead-G. ir Temp.	G. or (rinla G.O. Dual
	•						ED DATA				۵٬۱۵۰ - ۲۰۰۰ ۲۰۰۰ ۲۰۰۰ ۲۰۰۰ ۲۰۰۰ ۲۰۰۰ ۲۰۰۰
Tes	ted Through	(Exaye	<u>m) (Ch</u>	oke)	(Weter)				Туре Тар	S	
	-	Fl	ow Dat	a			Tubing	Data	Casing D	ata	
	(Prover)	(Chok	e) F		Diff.	Temp.		Temp.			Duration
No.	(Line) Size	(Orifi Siz		psig	՝ հ _w	°F.	psig	٥ _F .	psig	°₽.	of Flow Hr.
SI				NOT			1216				7 day ST -
1. 2.		3/4		70#			<u>70#</u>	111			<u>3 hr test</u>
3.								·			
+• 5•		<u> </u>								<u> </u>	
فيهتمه		L			L						.
	Coeffici	ent.		TP-	essure	FLOW CAL	CULATION	5 Gravity	Compre	<u></u>	Rate of Flow
VO.	(24-Hou		h _w p _f	-	psia	Fac	tor	Factor	Facto Facto		Q-MCFPD @ 15.025 psia
	14.160	· · · · · · · · · · · · · · · · · · ·			82	1.0158		<u>5</u> 9535	1.01		1.136
L. 2, 3,											
								- <u></u>			
<u>+•</u> 5•											
_					PRI		ALCUIATIO		in en		
	Liquid Hydro ty of Liquid			s	s	cf/bbl. deg.		Speci Speci	fic Gravit fic Gravit	ly Sepa tv Flow	irator Gas ing Fluid
			(1-	e ⁻⁵	0.176		-		1228	P ² P ²	507.9
2			فيا. - يعميه	, 1,1 + 1 1 + 1 + 1	inne e Historie	· · · ·		. *	1. 1.		
10.	Pw	Pt2	F _c Q		$(F_cQ)^2$	(F	Q) ² -e ^{-s})	P _w 2	P _c ² -P _w ²	1	l. P _W - Pc
	Pt (psia) 82	6.7	57.	2	3271		the second s	582.5	925.4	754	<u></u>
·•										1	
bsc	olute Potent: ANY Cau	ial:		6.39 07772		_MCFPD;	n_1_63n	75 1.4	425	-L	
GEN	ESS Box	-067 A	20 mml	netd	n New	Marico		Pro	duction_	*or on	283
	ESSED				9				·····		
-		يشركينياني ومتسوياتين				REM	RKS	ý			
		•				•			م ر		
						•	12			2	
	FYHIRT	ም ^በ ይኬ	. .				-		· ·	2	· · · · · · · · · · · · · · · · · · ·

Ex 6

. vj

NE SEXICO OIL CONSERVATION COMMISSIC SANTA FE, NEW MEXICO APPLICATION FOR MULTIPLE COMPLETION

Form C-107 5-1-61

6278 Cine Ex 1 Operator County Consolidated Oil & Gas, Inc. Rio Arriba June 6, 1978 Address Well No. ease 1860 Lincoln Street, Denver, CO 80295 1-A Jenney Section Range ashin Location "P" 13 26N 4Wof Well 1. Has the New Mexico Oil Conservation Commission heretofore authorized the multiple completion of a well in these same pools or in the same zones within one mile of the subject well? YES X NO 2. If answer is yes, identify one such instance: Order No. MC-1671 ; Operator Lease, and Well No. COG-Jenney #1 3. The following facts are submitted: Intermediate Upper Lower Zone Zone Zone a. Name of Pool and Formation Blanco-Mesaverde Basin-Dakota/Greenho: Top: 7939' Btm: 8100 7891'-7907', 7944**'**62 b. Top and Bottom of Top: 5423'Btm: 6073 Pay Section Perfs: 5426'-5526' 5926'-6054'/Perfs: <u>6</u> 3/8" 30 - 3/8" 8080¹ 23 -(Perforations) shots je iet shc c. Type of production (Oil or Gas) Gas Gas d. Method of Production (Flowing or Artificial Life) Flowing Flowing 4. The following are attached. (Please check YES or NO) a. Diagrammatic Sketch of the Multiple Completion, showing all casing strings, including diameters and setting depths, central-izers and/or turbolizers and location thereof, quantities used and top of cement, perforated intervals, tubing strings, including diameters and setting depth, location and type of packers and side door chokes, and such other information as may be pertinent. $\overline{\mathbf{X}}$ b. Plat showing the location of all wells on applicant's lease, all offset wells on offset leases, and the names and addresses of operators of all leases offsetting applicant's lease. X X Waivers consenting to such multiple completion from each offset operator, or in lieu thereof, evidence that said offset opera-tors have been furnished copies of the application.* c. d. Electrical log of the well or other acceptable log with tops and bottoms of producing zones and intervals of perforation in-dicated thereon. (If such log is not available at the time application is filed it shall be submitted as provided by Rule 112-A.) X 5. List all offset operators to the lease on which this well is located together with their correct mailing address. Mobil Oil Corp., Box 5444, Denver, CO 80217 Supron Energy Corporation, Suite 1700, 8350 N. Central Expwy, Dallas, TX 75206 6. Were all operators listed in Item 5 above notified and furnished a copy of this application? YES _____ NOX__ ____. If answer is yes, give date of such notification Consolidated Oil & Gas, CERTIFICATE: 1, the undersigned, state that I am the Sr. Production Engr. of the Inc. (company), and that I am authorized by said company to make this report; and that this report was prepared under my supervision and direction and that the facts stated therein are true, correct and complete to the best of my knowledge. Signature *Should waivers from all offset operators not accompany an application for administrative approval, the New Mexico Oil Conservation Commis-sion will hold the application for a period of twenty (20) days from date of receipt by the Commission's Santa Fe office. If, after said twenty-day period, no protest nor request for hearing is received by the Santa Fe office, the application will then be processed. NOTE: If the proposed multiple completion will result in an unorthodox well location and/or a non-standard proration unit in one or more of the producing zones, then separate application for approval of the same should be filed simultaneously with this application.

	N E W	MEXICO 01	L CONSERVA		IISSIO N		
		WELL LOCATIO	N AND ACERAGE D	EDICATION PL	AI		
		an the second must	be from the outer bour	dories of the Section	C.N	I Well No	
		All distances hiers	Leose			1 - A	
TCIOIOT	OIL AND GAS	INC.	JENNY	County			
	Section	เกษาราย	konge 4 WES		ARRIBA		
P	13 i	26 NORTH				line	
cluo! Factore Loco	tion of Well:	SOUTH her	and 790	feet from the	EAST	Dedicated Avereas	ie:
990	fect from the		1 Fool	esaverde - G	allup	320	<u></u>
Dourd Level Elev.	Nesaverd	le-Gallup	Blanco M	saverue - a	on the plat	below.	
/085	And and a subsection of the local data and the loca		by colored pencil or	hachure marks	on the plot		
1. Outline the	OCELOÕE GEOICOLO		11 outline each and	identify the ow	nership the	preof (both os t	0 WORKING
2 If more the	in one leose is de	dicoted to the vie	II, outline each and				
interest and roy	yolty),		, to the start	well have the in	terests of a	Il owners been co	onsolidated
a 16 mars the	on one lease of dif	ferent ownership	is dedicated to the v	ven, nove me m			
by communitiz	ation, unitization,	force-pooling. et	C?	,			
() Yes () NO II V		ptions which have a	ctually consolide	ited. (Use i	reverse side of t	his form a
If onswer is "r	no," list the owner	s and tract descri	ptions which have o				
necessory: h	with the inssigned to	the well until oll i	interests have been a	terests has been	n approved l	by the Commissio	on.
NO CHOWODIE						·	
	$\alpha \alpha \nu (c \rho) (c \rho) (u (u) (v \rho))$						
pooling, or oth	nerwise) of until u	(E/)	of Section	13) to be	с	ERTIFICAT	NOI
pooling, or off	nerwise) of until u	(E/)	of Section	13) to be	C I	ERLIFICAT	1
pooling, or off Note: Basi joir	in-Dakota antly dedica	(E/)	of Section	13) to be	C I	ertify that the info	emotion cont
pooling, or off Note: Basi joir	nerwise) of until u	creage (E/2 ted to Jenn	of Section ey No. 1 and	13) to be Jenney	C I t hereby herein is tru	entify that the info ue and complete to	emotion con
pooling, or off Note: Basi joir	in-Dakota antly dedica	creage (E/2 ted to Jenn	of Section ey No. 1 and	13) to be Jenney	C I	certify that the info ue and complete to ad belief.	emotion cont
pooling, or off Note: Basi joir	in-Dakota antly dedica	creage (E/2 ted to Jenn	of Section	13) to be Jenney	C I t hereby herein is tru	certify that the info ue and complete to ad belief.	emotion con
pooling, or off Note: Basi joir	in-Dakota antly dedica	creage (E/2 ted to Jenn	of Section 7 ey No. 1 and BERGERSON	13) to be Jenney	C I t hereby herein is tru	entify that the info ue and complete to	emotion cont
pooling, or off Note: Basi joir	in-Dakota antly dedica	creage (E/2 ted to Jenn	of Section ey No. 1 and BERGEORICOR	13) to be Jenney	C I I hereby herein is tru knowledge on Norme	certify that the info ue and complete to ad belief.	emotion con
pooling, or off Note: Basi joir	in-Dakota antly dedica	creage (E/2 ted to Jenn	of Section ey No. 1 and concernent 1 	13) to be Jenney	L hereby herein is tru knowledge on Nome O.B. W Position	certify that the info ue and complete to ad belief. Whatand Thitenburg	the best of
pooling, or off Note: Basi joir	in-Dakota antly dedica	creage (E/2 ted to Jenn	of Section ey No. 1 and BERGEORICOR	13) to be Jenney	L hereby herein is tru knowledge on Nome O.B. W Position	certify that the info ue and complete to ad belief. Whatand Thitenburg	the best c
pooling, or off Note: Basi joir	in-Dakota antly dedica	creage (E/2 ted to Jenn	of Section ey No. 1 and concernent 1 	13) to be Jenney	L hereby herein is tru knowledge on Norme O.B. W Position Sr. Dr Compony	certify that the info are and complete to ad belief. Chitenburg cilling Engin	the best c
pooling, or off Note: Basi joir	in-Dakota antly dedica	creage (E/2 ted to Jenn	of Section ey No. 1 and concernent 1 	13) to be Jenney	I hereby herein is tru knowledge on Nome O.B. W Position Sr. Dr Compony Consol	certify that the info ue and complete to ad belief. Whatand Thitenburg	the best of
pooling, or off Note: Basi joir	in-Dakota antly dedica	creage (E/2 ted to Jenn	of Section ey No. 1 and concernent 1 	13) to be Jenney	I hereby herein is tru knowledge an Nome O.B. W Position Sr. Dr Company Consol Date	certify that the info a ond complete to a belief. <u>A belief.</u> <u>hitenburg</u> <u>illing Engin</u> <u>lidated Oistan</u>	permation con the best of
pooling, or off Note: Basi joir	in-Dakota antly dedica	creage (E/2 ted to Jenn	of Section ey No. 1 and concernent 1 	13) to be Jenney	I hereby herein is tru knowledge on Nome O.B. W Position Sr. Dr Compony Consol	certify that the info are and complete to ad belief. Chitenburg filling Engin Lidated Qist of Construction Co	eer
pooling, or off Note: Basi joir	in-Dakota antly dedica	creage (E/2 ted to Jenn U 000 0 000000	of Section ey No. 1 and concernent 1 	13) to be Jenney	I hereby herein is tru knowledge on Norme O.B. W Position Sr. Dr Compony Consol Date 10/6/1	certify that the info are and complete to ad belief. Chitenburg filling Engin Lidated Oist-G	eer ATE Of A
pooling, or off Note: Basi joir	in-Dakota antly dedica	creage (E/2 ted to Jenn U 088 - 11 - 10 0 1 0 1 0 1 0 1 0 1 0 1 0 1 0 1 0 1	of Section ey No. 1 and concernent 1 	13) to be Jenney	I hereby herein is tru knowledge on Norme O.B. W Position Sr. Dr Compony Consol Date 10/6/1	certify that the info a ond complete to a belief. What fame hitenburg filling Engin lidated Oist fame 1000000000000000000000000000000000000	eer KIEOX
pooling, or off Note: Basi joir	in-Dakota antly dedica	creage (E/2 ted to Jenn U 000 0 000000	of Section ey No. 1 and concernent 1 	13) to be Jenney	I hereby herein is tru knowledge on Nome O.B. W Position Sr. Dr Company Consol Date 10/6/1	certify that the info re and complete to ad belief. <u>Aitenburg</u> <u>filling Engin</u> <u>Lidated Qiston</u> (Sub recertify that the war	interior cont the best of the best of the best of the best of the best of the
pooling, or off Note: Basi joir	in-Dakota antly dedica	creage (E/2 ted to Jenn U 000 0 000000	of Section ey No. 1 and concernent 1 	13) to be Jenney	I hereby herein is tru knowledge an Nome O.B. W Position Sr. Dr Company Consol Date 10/6/3 I hereby this plat	certify that the info re and complete to ad belief. <u>What fame</u> <u>hitenburg</u> <u>illing Engin</u> <u>idated Oistan</u> <u>recrity that the way</u> recrity that the way response for an offer	the best of the be
pooling, or off Note: Basi joir	in-Dakota antly dedica	creage (E/2 ted to Jenn U 000 0 000000	of Section ey No. 1 and concernent 1 	13) to be Jenney	L hereby herein is tru knowledge an Norme O.B. W Position Sr. Dr Compony Consol Date 10/6/1 L hereby this plat w survers ma that the so	certify that the info are and complete to ad belief. <u>Aitenburg</u> <u>filling Engin</u> <u>lidated Oit</u> <u>certify that the wo</u> <u>recrtify that the wo</u>	ieer NO.
pooling, or off Note: Basi joir	in-Dakota antly dedica	creage (E/2 ted to Jenn U 000 0 000000	of Section ey No. 1 and concernent 1 	13) to be Jenney	L hereby herein is tru knowledge an Norme O.B. W Position Sr. Dr Compony Consol Date 10/6/1 L hereby this plat w survers ma that the so	certify that the info re and complete to ad belief. <u>Aitenburg</u> <u>filling Engin</u> <u>Lidated Qiston</u> (Sub recertify that the war	the best of the best of the best of the best of the best of the best of the be
pooling, or off Note: Basi joir	in-Dakota antly dedica	creage (E/2 ted to Jenn U 000 0 000000	of Section ey No. 1 and =	Jenney	I hereby herein is tru knowledge an Norme O.B. W Position Sr. Dr Compony Consol Date 10/6/1 I hereby this plat surveys ma that the so knowledge	certify that the info are and complete to ad belief. <u>Aitenburg</u> <u>illing Engin</u> <u>lidated Oit a</u> <u>certify that the way</u> <u>recriify that the way</u>	eer NO. NO. NO. NO. NO. NO. NO. NO. NO. NO.
pooling, or off Note: Basi joir	in-Dakota antly dedica	creage (E/2 ted to Jenn 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.00000 0.00000 0.00000 0.00000 0.000000 0.000000 0.0000000000	of Section ey No. 1 and	Jenney	C I I hereby herein is tru knowledge an Norme O.B. W Position Sr. Dr Company Consol Date 10/6/1 I hereby this plat w surveys may that the so knowledge	certify that the info re and complete to ad belief. <u>Aitenburg</u> <u>filling Engin</u> <u>lidated Oistan</u> recriity that the wo ros plotted from fin de by me on worder. and belief. <u>4 September</u>	eer NO. NO. NO. NO. NO. NO. NO. NO. NO. NO.
pooling, or off Note: Basi joir	in-Dakota antly dedica	creage (E/2 ted to Jenn 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.00000 0.00000 0.00000 0.00000 0.000000 0.000000 0.0000000000	of Section ey No. 1 and	Jenney	I hereby herein is tru knowledge an Norme O.B. W Position Sr. Dr Company Consol Date 10/6/1 I hereby this plat v surveys ma that the so knowledge	certify that the info re and complete to ad belief. What fam. hitenburg filling Engin lidated Oist a recrity that the way recrity that the way recrity that the way recrity that the way and belief. A September pres	ATE OX
pooling, or off Note: Basi joir	in-Dakota antly dedica	creage (E/2 ted to Jenn 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.00000 0.00000 0.00000 0.00000 0.000000 0.000000 0.0000000000	of Section ey No. 1 and =	Jenney	I hereby herein is tru knowledge an Norme O.B. W Position Sr. Dr Company Consol Date 10/6/1 I hereby this plat v surveys ma that the so knowledge	certify that the info re and complete to ad belief. What fam. hitenburg filling Engin lidated Oist a recrity that the way recrity the way recrity the way recrity the way recrity that the way recrity the	ATE OX
pooling, or off Note: Basi joir	in-Dakota antly dedica	creage (E/2 ted to Jenn 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.0000 0.00000 0.00000 0.00000 0.00000 0.000000 0.000000 0.0000000000	of Section ey No. 1 and	Jenney	I hereby herein is tru knowledge an Norme O.B. W Position Sr. Dr Company Consol Date 10/6/1 I hereby this plat v surveys ma that the so knowledge	certify that the info re and complete to ad belief. <u>Aitenburg</u> <u>filling Engin</u> <u>lidated Oistan</u> recriity that the wo ros plotted from fin de by me on worder. and belief. <u>4 September</u>	ATE OX
pooling, or off Note: Basi joir	in-Dakota antly dedica	creage (E/2 ted to Jenn 0.0000 0.00000 0.00000 0.00000 0.00000 0.000000 0.0000000000	of Section ey No. 1 and	13) to be Jenney	I hereby herein is tru knowledge an Norme O.B. W Position Sr. Dr Company Consol Date 10/6/1 I hereby this plat v surveys ma that the so knowledge	certify that the info re and complete to ad belief. What fam. hitenburg filling Engin lidated Oist a recrity that the way recrity the way recrity the way recrity the way recrity that the way recrity the	ATE OX
pooling, or off Note: Basi join No.	in-Dakota antly dedica	creage (E/2 ted to Jenn 1 - 1 - 1 - 1 1 - 1 1 - 1 - 1 1 - 1 - 1 1 -	of Section ey No. 1 and	13) to be Jenney	I hereby herein is tru knowledge an Norme O.B. W Position Sr. Dr Company Consol Date 10/6/1 I hereby this plat v surveys ma that the so knowledge	certify that the info re and complete to ad belief. What fam. hitenburg filling Engin lidated Oist a recrity that the way recrity the way recrity the way recrity the way recrity that the way recrity the	ATE OX

•



CONSOLIDATED OIL & GAS, INC. APPLICATION FOR MULTIPLE COMPLETION Blanco Mesaverde & Basin-Dakota/Greenhorn Zones Jenney No. 1-A Section 13, T26N, R4W Rio Arriba County, New Mexico

Note: Basin-Dakota acreage (E/2 of Section 13) to be jointly dedicated to Jenney No. 1 and Jenney No. 1-A. MV-Blanco Mesaverde; DK-Basin Dakota; PC-Pictured Cliffs; G-Wildhorse-Gallup

.

EXHIBIT "B"



. . . .



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:

SIV. Order No. R- 58.74

CASE NO. 6278

APPLICATION OF CONSOLIDATED OIL & GAS, INC. FOR A DUAL COMPLETION AND DOWNHOLE COMMINGLING, RIO ARRIBA

COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

ROUGH

dr/

This cause came on for hearing at 9 o'clock a.m. on July 19 ____, 19 78 , at Santa Fe, New Mexico, before Examiner Richard L. Stamets

NOW, on this _____ day of _____, 19 78 , 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 the applicant, Consolidated Oil & Gas, Inc. seeks authority to complete its Jenney Well No. 1-A xx weixxxx , located in Unit P of Section 13 , Township <u>26 North</u>, Range <u>4 West</u> , NMPM, Rio Arriba county, New Mexico, as a dual completion (conventional) himmilan) XIND produce gas from the Blanco Mesaverde Pool and the Basin-Dakota Pool and to commingle Greenhorn gas production with the aforesaid Dakota production in said well. (3) That The portion of the subject application dealing with the downhole commingling of Greenhorn and Dakota production should be dismissed.

(4) That the mechanics of the proposed <u>dual</u> completion are feasible and in accord with good conservation practices.

(5) That approval of the subject application will prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

to produce gas from the Blanco Mesaverde Pool and the Basin-Through parfullel strings of the Basin-Dakota Pool and to commingle Greenhord gas production with fubing with separation of the zones to be achieved the avoresaid Dakota production in said well by means of a packer set a topproximately 7800 fut

PROVIDED HOWEVER, that the applicant shall complete, operate and produce said well in accordance with the provisions of Rule 112-A of the Division Rules and Regulations insofar as said rule is not inconsistent with this order;

<u>PROVIDED FURTHER</u>, that the applicant shall take <u>packer leakage</u> tests upon completion and annually thereafter during the Annual <u>Delivera bility</u> Test Period for the <u>gas pools in Northwest New Maxing</u> Pool (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 hereinabove designated.

(2) That the application to commingle gas production from the Greentrom and Da kota formations in the wellbore of said Jenney Well No. 1 is hereby dismissed.