Enlisid tecnicity 24, 19.37

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. 1587 Order No. R-1332

APPLICATION OF CABOT CARBON COMPANY FOR AN OIL-OIL DUAL COMPLETION IN THE KING-WOLFCAMP POOL, AND KING-DEVONIAN POOL IN LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on February 4, 1959, 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 <u>12th</u> day of February, 1959, 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, Cabot Carbon Company, is the owner and operator of the J. L. Reed Well No. 2, located 660 feet from the North line and 660 feet from the East line of Section 35, Township 13 South, Range 37 East, NMPM, Lea County, New Mexico.

(3) That the said J. L. Reed Well No. 2 is presently completed in the King-Devonian Pool.

(4) That the applicant proposes to dually complete the said J. L. Reed Well No. 2 in such a manner as to permit the production of oil from the King-Wolfcamp Pool and the production of oil from the King-Devonian Pool through parallel strings of $1\frac{1}{2}$ -inch CS joint Hydril tubing.

(5) That the applicant proposes to gas lift the production from either or both of the above-described producing horizons in the event that either or both of said zones requires the use of artificial lift. -2-Case No. 1587 Order No. R-1332

(6) That the applicant has proved that in this particular case it is mechanically feasible to dually complete the subject well as proposed and that such a completion would not cause waste.

(7) That approval of the subject application will not violate the correlative rights of any operator.

IT IS THEREFORE ORDERED:

That the applicant, Cabot Carbon Company, be and the same is hereby authorized to dually complete its J. L. Reed Well No. 2, located 660 feet from the North line and 660 feet from the East line of Section 35, Township 13 South, Range 37 East, NMPM, Lea County, New Mexico, in such a manner as to permit the production of oil from the King-Wolfcamp Pool and the production of oil from the King-Devonian Pool through parallel strings of l_2^1 -inch CS joint Hydril tubing.

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

PROVIDED FURTHER, That applicant shall take packer-leakage tests upon completion and annually thereafter during the Gas-Oil Ratio Test Period for the King-Devonian Pool.

IT IS FURTHER ORDERED: 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.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

JOHN BURROUGHS, Chairman

OIN

n MURRAY E MORGAN,

1)

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

SEAL