

*Entered June 10, 1960
A.S.P.*

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. 1970
Order No. R-1686

APPLICATION OF GULF OIL CORPORATION
FOR A GAS-OIL DUAL COMPLETION IN THE
EAST PEARL-SEVEN RIVERS GAS POOL AND
THE PEARL-QUEEN POOL, LEA COUNTY,
NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on June 1, 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 7th day of June, 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, Gulf Oil Corporation, is the owner and operator of the Lea-State "AQ" Well No. 8, located in Unit E, Section 32, Township 19 South, Range 35 East, NMMP, Lea County, New Mexico.
- (3) That the applicant proposes to dually complete the said Lea-State "AQ" Well No. 8 in such a manner as to permit the production of gas from the East Pearl-Seven Rivers Gas Pool and the production of oil from the Pearl-Queen Pool through the casing-tubing annulus and 2-3/8 inch tubing respectively.
- (4) That since the evidence indicates that there will be no liquid problem in the East Pearl-Seven Rivers Gas Pool, the mechanics of the proposed dual completion are feasible and in accord with sound conservation practices.
- (5) That approval of the subject application will neither cause waste nor impair correlative rights.

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IT IS THEREFORE ORDERED:

That the applicant, Gulf Oil Corporation, be and the same is hereby authorized to dually complete its Lea-State "AQ" Well No. 8, located in Unit E, Section 32, Township 19 South, Range 35 East, NMPM, Lea County, New Mexico, in such a manner as to permit the production of gas from the East Pearl-Seven Rivers Gas Pool and the production of oil from the Pearl-Queen Pool through the casing-tubing annulus and 2-3/8 inch tubing respectively.

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

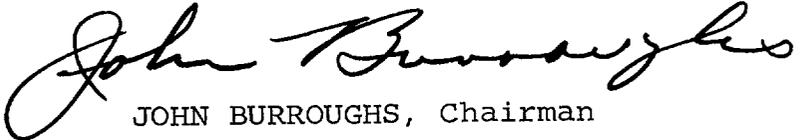
PROVIDED FURTHER, That the applicant shall take packer-leakage tests upon completion and annually thereafter during the gas-oil ratio test period for the Pearl-Queen Pool or as directed by the Secretary-Director of the Commission.

IT IS FURTHER ORDERED:

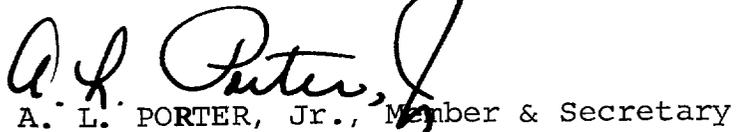
That jurisdiction of this cause is hereby retained by the Commission for such further order or orders as may seem necessary or convenient for the prevention of waste and/or the protection of correlative rights; upon failure of the applicant to comply with any requirement of this order, the Commission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

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