BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION ON ITS OWN MOTION TO PERMIT FRANCIS L. HARVEY & CAPITAL COUNSEL-LORS AND ALL OTHER INTERESTED PARTIES TO APPEAR AND SHOW CAUSE WHY THE FRANCIS L. HARVEY & CAPITAL COUNSELLORS BUNCE-FEDERAL WELL NO. 1, LOCATED 1586 FEET FROM THE NORTH LINE AND 1503 FEET FROM THE EAST LINE OF SECTION 19, TOWNSHIP 29 NORTH, RANGE 10 WEST, SAN JUAN COUNTY, NEW MEXICO, SHOULD NOT BE PLUGGED IN ACCORDANCE WITH A COMMISSION-APPROVED PLUGGING PROGRAM.

Entered Normales 22, 1963

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CASE No. 2911 Order No. R-2585

## ORDER OF THE COMMISSION

## BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on October 9, 1963, 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>30th</u> day of October, 1963, the Commission, a quorum being present, having considered the evidence 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 Francis L. Harvey & Capital Counsellors are the owners and operators of the Bunce-Federal Well No. 1, located 1586 feet from the North line and 1503 feet from the East line of Section 19, Township 29 North, Range 10 West, NMPM, San Juan County, New Mexico.

(3) That the subject well has developed a casing failure that is permitting natural gas or water to escape from the strata in which they are found into another stratum or strata.

(4) That in order to prevent waste and protect correlative rights, the subject well should be reworked or plugged in a manner that will prevent natural gas or water from escaping from the strata in which they are found into another stratum or strata.

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## IT IS THEREFORE ORDERED:

(1) That Francis L. Harvey & Capital Counsellors are hereby ordered to rework or plug the Bunce-Federal Well No. 1, located 1586 feet from the North line and 1503 feet from the East line of Section 19, Township 29 North, Range 10 West, NMPM, San Juan County, New Mexico, in a manner that will prevent natural gas or water from escaping from the strata in which they are found into another stratum or strata.

(2) That if the well is to be reworked, the operators shall have a rig on the location and physical operations commenced in the well bore on or before November 15, 1963, and that said reworking operations shall be completed on or before December 1, 1963.

(3) That prior to commencing reworking operations, the operators must have a proposed plan of reworking operations approved by the Commission's Aztec District Office.

(4) That if Francis L. Harvey & Capital Counsellors do not have a rig on the location and physical operations to rework the well commenced in the well bore on or before November 15, 1963, Francis L. Harvey & Capital Counsellors shall plug the subject well in a manner that will prevent natural gas or water from escaping from strata in which they are found into another stratum or strata.

(5) That if said reworking operations are not commenced and completed as provided above, plugging operations in accordance with a minimum plugging program submitted to and approved by the Commission's Aztec District Office shall be completed on or before December 15, 1963.

(6) That if said reworking operations are not commenced and completed as provided above, Francis L. Harvey and Capital Counsellors shall notify the District Supervisor, Oil Conservation Commission, District 3, Aztec, New Mexico, of the exact date and time plugging operations are to commence on the well.

(7) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION hairman erter. PORTER, Jr., Member & Secretary

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