Entred Settember 11, 1967

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. 3650 Order No. R-3316

APPLICATION OF ALBERT GACKLE FOR DOWN-HOLE COMMINGLING, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on September 6, 1967, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this <u>llth</u> day of September, 1967, the Commission, a quorum being present, 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 Commission has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant, Albert Gackle, is the owner and operator of the Esmond "B" Well No. 3, located in Unit H of Section 33, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico.

(3) That pursuant to Order No. R-1057, dated September 30, 1957, said Esmond "B" Well No. 3 was dually completed to produce oil from the Middle Seven Rivers formation of the Jalmat Pool and from the Lower Seven Rivers and Upper Queen formations of the South Eunice Pool through parallel strings of tubing with separation of the pools accomplished by means of a packer set at 3635 feet.

(4) That the applicant seeks authority to remove the packer and one string of tubing from said well and to produce both zones of the dual completion through a single string of tubing. -2-CASE No. 3650 Order No. R-3316

(5) That the subject well is located in an area in which there are numerous old wells which have open perforations in the Middle Seven Rivers formation and the Lower Seven Rivers formation, which wells were so completed prior to the re-delineation of the vertical limits of several pools in the general area; that these wells have been operated in exception to the provisions of Rule 303 (a) requiring all wells to be completed, cased, maintained, and operated so as to prevent communication between pools within the well-bore.

(6) That pressures between the pools in the area are such that no waste will occur if applicant is permitted to remove the packer and one string of tubing from the subject well as proposed.

(7) That approval for the proposed commingling of production in the subject well will not violate correlative rights.

IT IS THEREFORE ORDERED:

(1) That the applicant, Albert Gackle, is hereby authorized to remove the packer and one string of tubing from his Esmond "B" Well No. 3, located in Unit H of Section 33, Township 22 South, Range 36 East, NMPM, Lea County, New Mexico, and to produce oil from the Middle Seven Rivers formation of the Jalmat Pool and from the Lower Seven Rivers and Upper Queen formations of the South Eunice Pool through a single string of tubing; provided, however, that in no event shall said well be assigned more than a single well allowable.

(2) 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 1 DAVID F. CARGO, Chairman hung her B Hay GUNTON B. HAYS, Member Kiter,

SEAL

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

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