BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

CASE NO. 557 Order No. R-351-B

THE MATTER OF THE APPLICATION OF PHILLIPS PETROLEUM COMPANY" FOR PERMISSION TO EFFECT A DUAL COMPLETION OF ITS FONZO NO. 1 WELL, LOCATED IN THE NW/4 NW/4 SECTION 35, TOWNSHIP 14 SOUTH, RANGE 37 EAST, NMPM, LEA COUNTY, NEW MEXICO (IN THE DENTON FIELD), IN SUCH A MANNER AS TO PERMIT PRODUCTION OF OIL FROM THE DEVONIAN FORMATION THROUGH EXISTING CASING PERFORATIONS, 12,580 TO 12,680 FEET, AND OIL FROM THE WOLF-CAMP FORMATION AFTER PERFORATING FROM 9,590 TO 9,260 FEET.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This case came on for hearing upon the petition of Phillips Petroleum Company on July 16, 1953 at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission" and for re-hearing on October 15, 1953.

NOW, on this 10th day of December, 1953, the Commission, a quorum being present, having fully considered the record and the testimony adduced and the exhibits received at said hearing and re-hearing, and being fully advised in the premises,

FINDS:

(1) That due public notice having been given, in accordance with law, the Commission has jurisdiction of this cause, the persons and subject matter thereof.

(2) That after due public notice and hearing on July 16, 1953, the Commission entered its Order No. R-351, denying petitioner's application for dual completion (oil-oil) of its Fonzo No. 1 Well, NW/4 NW/4 Section 35, Township 14 South, Range 37 East, NMPM., Lea County, New Mexico in the Denton Field.

(3) That upon motion duly filed, the Commission granted a rehearing by its Order No. R-351-A for the purpose of taking additional testimony and hearing oral arguments, and that such re-hearing was held on October 15, 1953.

(4) That no evidence was presented at such re-hearing sufficient to justify an order granting petitioner's application.

IT IS THEREFORE ORDERED:

That Phillips Petroleum Company's application for permission to dually complete its Fonzo No. 1 Well located in the NW/4 NW/4 Section 35, Township 14 South, Range 37 East, NMPM, Lea County, New Mexico for production of oil from the Denton-Wolfcamp Pool, and oil from the Denton-Devonian Pool be and the same hereby is denied and the Commission's Order No. R-351 be and the same hereby is affirmed.

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

STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

EDWIN L. MECHEM, Chairman

E. S. WALKER, Member

R. R. SPURRIER, Member & Secretary

SEAL