Entered February 22, 1977 John

# 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. 5810 Order No. R-5374

APPLICATION OF YATES PETROLEUM CORPORATION FOR A DUAL COMPLETION, EDDY COUNTY, NEW MEXICO.

#### ORDER OF THE COMMISSION

### BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on February 16, 1977, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this <u>22nd</u> day of February, 1977, 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, Yates Petroleum Corporation, seeks authority to complete its Stonewall "EP" Com Well No. 1, located in Unit F of Section 30, Township 20 South, Range 28 East, NMPM, Eddy County, New Mexico, as a dual completion (conventional) to produce gas from the North Burton Flat-Wolfcamp Gas Pool and an undesignated Morrow gas pool.

(3) That the mechanics of the proposed dual completion are feasible and in accord with good conservation practices.

(4) That approval of the subject application will prevent waste and protect correlative rights.

## IT IS THEREFORE ORDERED:

(1) That the applicant, Yates Petroleum Corporation, is hereby authorized to complete its Stonewall "EP" Com Well No. 1, located in Unit F of Section 30, Township 20 South, Range 28 East, NMPM, Eddy County, New Mexico, as a dual completion (conventional) to produce gas from the North Burton Flat-Wolfcamp Gas Pool through 2 3/8-inch tubing and gas from an undesignated Morrow gas pool through 2 3/8-inch tubing to a crossover assembly set in a packer -2-Case No. 5810 Order No. R-5374

at approximately 8817 feet and thence to the surface through the casing-tubing annulus with separation of the zones accomplished by means of a packer set at approximately 11,145 feet.

PROVIDED HOWEVER, that the applicant shall complete, operate, and produce said well in accordance with the provisions of Rule 112-A of the Commission Rules and Regulations insofar as said rule is not inconsistent with this order;

PROVIDED FURTHER, that the applicant shall take packerleakage tests upon completion and annually thereafter during the Annual Shut-In Pressure Test Period for gas wells in Southeast New Mexico.

(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

PHIL R. LUCERO, Chairman U IIA ARNOLD, Member RY nl JOE D. RAMEY Member & Secretary

SEAL