

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. 1991
Order No. R-1706

APPLICATION OF TEXACO, INC. FOR
AN OIL-OIL DUAL COMPLETION IN
THE EUMONT POOL AND THE PENROSE-
SKELLY POOL IN 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 22, 1960, at Santa Fe, New Mexico, before Daniel S. Nutter, 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 30th day of June, 1960, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Daniel S. Nutter, 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 is the owner and operator of the C. P. Falby "B" Well No. 3, located in the SW/4 SW/4 of Section 8, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico.
- (3) That the applicant proposes to dually complete the above-described C. P. Falby "B" Well No. 3 in such a manner as to permit the production of oil from the Eumont Pool through 1-inch OD tubing and the production of oil from the Penrose-Skelly Pool through 2 1/16-inch OD tubing.
- (4) That the well, when originally drilled, was equipped with 4 1/2-inch casing. That the size of said casing prohibits running parallel strings of standard-size tubing. That while it will be impossible to artificially lift the Eumont oil zone through the 1-inch tubing, it is expected that said zone will flow, at least until after the Penrose-Skelly zone is depleted, at which time the Eumont oil can be produced through standard-size tubing.

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(5) That at the present time the mechanics of the proposed dual completion appear to be feasible and in accord with good conservation practices.

IT IS THEREFORE ORDERED:

That the applicant, Texaco Inc., be and the same is hereby authorized to dually complete its C. P. Falby "B" Well No. 3, located in the SW/4 SW/4 of Section 8, Township 22 South, Range 37 East, NMPM, Lea County, New Mexico, in such a manner as to permit the production of oil from the Eumont Pool through 1-inch OD tubing and the production of oil from the Penrose-Skelly Pool through 2 1/16-inch OD tubing.

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

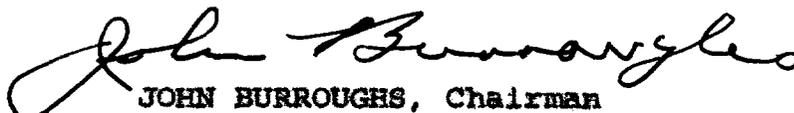
PROVIDED FURTHER, That the applicant shall take packer-leakage tests upon completion and annually thereafter during the Annual Gas-Oil Ratio Test Period for the Penrose-Skelly Pool.

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 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 hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


JOHN BURROUGHS, Chairman


MURRAY E. MORGAN, Member


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

