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Gulf Oil Corporation

ROSWELL PRODUCTION DISTRICT

W. A. Shellshear
DISTRICT MANAGER
F. O. Mortlock
DISTRICT EXPLORATION
MANAGER
M. I. Taylor
DISTRICT PRODUCTION
MANAGER
H. C. Vivian
DISTRICT SERVICES MANAGER

April 3, 1962

P. O. Drawer 1938
Roswell, New Mexico

Oil Conservation Commission
State of New Mexico
Post Office Box 871
Santa Fe, New Mexico

Re: Application of Gulf Oil Corporation for a
Hearing to Consider the Revision of a
Portion of Statewide Rule 112-A, Multiple
Completions

Attention: Mr. A. L. Porter, Jr.

Gentlemen:

Gulf Oil Corporation respectfully requests that a hearing be scheduled to consider the revision of a portion of Paragraph (c), Section VI of Statewide Rule 112-A Multiple Completions. The proposed change would not require notification to offset operators when packer leakage tests are to be made unless such offset operators request in writing to be notified. In support of this application, the following is submitted.

- (1) Applicant believes that the provision for notification of offset operators is an unnecessary burden since it has been our experience that very few, if any, offset operators have ever witnessed such tests.
- (2) Applicant will propose that Paragraph (c), Section VI of Statewide Rule 112-A be revised to read as follows: "The Operator shall commence a segregation test and/or packer leakage test not later than seven (7) days after actual multiple completion of the well. Segregation tests and/or packer leakage tests shall also be made any time the packer is disturbed and at such other intervals as the Commission may prescribe. The Operator shall also make all other tests and determinations deemed necessary by the Commission. The Commission shall be notified of the time such tests are to be commenced. Tests may be witnessed by the Commission at their election. Representatives of offset operators may witness such tests at their election and shall advise the producer in writing if they desire to be notified when such tests are to be conducted. Results of such tests shall be filed with the Commission within fifteen (15) days after the completion of tests; provided, however, that in the event a segregation test or packer leakage test indicates that there is communication between the separate strata, the Operator shall immediately notify the Commission and commence remedial action on the well."

Respectfully submitted,

GULF OIL CORPORATION

W. A. Shellshear

JHH:ers

cc: New Mexico Oil Conservation Commission
Post Office Box 2045
Hobbs, New Mexico



PAN AMERICAN PETROLEUM CORPORATION

OIL AND GAS BUILDING P. O. BOX 1410

FORT WORTH 1, TEXAS

May 11, 1962

KENNETH J. BARR
DIVISION ENGINEER

File: GHF-209-986.510.1

Subject: Amendment of Statewide Rule 112-A
Case 2559

Mr. A. L. Porter, Jr.
Secretary-Director
New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Dear Sir:

Reference is to Case 2559 on the regular hearing docket for May 16, 1962, which is on the application of Gulf Oil Corporation for amendment of Statewide Rule 112-A to delete the requirement in this rule to notify offset operators prior to conducting packer leakage tests. This is to advise that Pan American Petroleum Corporation concurs with Gulf's proposed amendment to Statewide Rule 112-A.

Yours very truly,

Kenneth J. Barr

GOVERNOR
EDWIN L. MECHEM
CHAIRMAN

State of New Mexico
Oil Conservation Commission



LAND COMMISSIONER
E. S. JOHNNY WALKER
MEMBER

STATE GEOLOGIST
A. L. PORTER, JR.
SECRETARY - DIRECTOR

P. O. BOX 871
SANTA FE

June 7, 1962

Mr. Bill Kastler
Gulf Oil Corporation
Box 669
Roswell, New Mexico

Re: Case No. 2559
Order No. R-2255
Applicant:
Gulf Oil Corporation

Dear Sir:

Enclosed herewith are two copies of the above-referenced Commission order recently entered in the subject case.

Very truly yours,

A. L. PORTER, Jr.
Secretary-Director

ir/

Carbon copy of order also sent to:

Hobbs OCC x

Artesia OCC x

Aztec OCC x

OTHER _____
