

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. 5625
Order No. R-5163

APPLICATION OF WALTER W. KRUG
dba WALLEN PRODUCTION COMPANY FOR
AN EXCEPTION TO ORDER NO. R-111-A,
LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 a.m. on February 4, 1976, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 10th day of February, 1976, 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, Walter W. Krug dba Wallen Production Company, seeks an exception to the potash-oil area casing and cementing rules as set forth in Commission Order No. R-111-A for his Wallen Fee Well No. 1, located 330 feet from the North line and 990 feet from the West line of Section 28, Township 20 South, Range 34 East, Lea County, New Mexico.

(3) That the applicant proposes to set a 13-3/8 inch shallow "cavings" casing string at approximately 225 feet and cement same to the surface, to mud-in the 10 3/4-inch water shut-off casing string at approximately 900 feet, and to set the 7-inch salt protection string below the base of the salt and circulate cement to the surface whereupon the water shut-off casing string would be pulled, and, if production is obtained, to cement a 4 1/2-inch liner through the pay and back into the 7-inch casing.

(4) That potash development does not presently exist and is not presently known to be contemplated within the vicinity of the above-described Well No. 1.

-2-

Case No. 5625
Order No. R-5163

(5) That approval of the proposed special casing and cementing program for the subject well will afford the applicant the opportunity to produce his just and equitable share of the oil and gas under the subject lease, will prevent unnecessary economic loss, prevent waste, protect correlative rights, assure maximum conservation of oil, gas, and potash resources, and permit the economic recovery of oil, gas, and potash minerals within the Potash-Oil Area as defined by Order No. R-111-A.

IT IS THEREFORE ORDERED:

(1) That the applicant, Walter W. Krug dba Wallen Production Company, is hereby authorized to complete his Wallen Fee Well No. 1, located 330 feet from the North line and 990 feet from the West line of Section 28, Township 20 South, Range 34 East, NMPM, Lea County, New Mexico, by setting a 13 3/8-inch shallow "cavings" casing string at approximately 225 feet and cementing same to the surface, by mudding-in the 10 3/4-inch water shut-off casing string at approximately 900 feet, by setting the 7-inch salt protection string below the base of the salt and circulating cement to the surface and pulling the water shut-off casing string, and, if production is obtained, by cementing a 4 1/2-inch liner from total depth back into the 7-inch salt protection casing string.

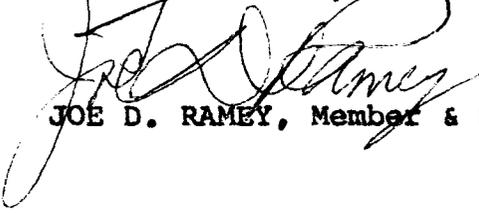
(2) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION

PHIL R. LUCERO, Chairman


EMERY C. ARNOLD, Member


JOE D. RAMEY, Member & Secretary



S E A L

dr/