STATE OF NEW MEXICO ENERGY AND MINERALS DEPARTMENT OIL CONSERVATION DIVISION

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION DIVISION FOR THE PURPOSE OF CONSIDERING:

> CASE NO. 6300 Order No. R-5811

APPLICATION OF THE PETROLEUM CORPORATION FOR DOWNHOLE COMMINGLING, EDDY COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on August 30, 1978, at Santa Fe, New Mexico, before Examiner Daniel S. Nutter.

NOW, on this 20th day of September, 1978, the Division Director, 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 Division has jurisdiction of this cause and the subject matter thereof.

(2) That the applicant, The Petroleum Corporation, is the owner and operator of the Parkway West Unit Well No. 1, located in Unit C of Section 28, Township 19 South, Range 29 East, NMPM, West Parkway Field, Eddy County, New Mexico.

(3) That said well is presently dually completed to produce gas from the Strawn and Atoka formations through two strings of tubing, with supposedly marginal Morrow production sealed off by a bridge plug set at 10,720 feet.

(4) That the applicant seeks authority to commingle Atoka and Morrow production within the wellbore of the abovedescribed well and to produce this commingled production and the Strawn production through two strings of tubing.

(5) That from the Atoka zone, the subject well is capable of low marginal production only.