

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

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AUG 15 1980

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

O. C. D.
ARTESIA, OFFICE

CASE NO. 6980
Order No. R-6441

APPLICATION OF BASS ENTERPRISES
PRODUCTION COMPANY FOR A DUAL
COMPLETION, EDDY COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on July 23, 1980, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 13th day of August, 1980, 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, Bass Enterprises Production Company, seeks authority to complete its Palmillo State Well No. 1, located in Unit J of Section 1, Township 19 South, Range 28 East, NMPM, Eddy County, New Mexico, as a dual completion (conventional) to produce gas from the North Turkey Track-Morrow Pool and oil from an undesignated Wolfcamp pool through the casing-tubing annulus and tubing, respectively, by means of a cross-over assembly.
- (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, Bass Enterprises Production Company, is hereby authorized to complete its Palmillo State Well No. 1,

located in Unit J of Section 1, Township 19 South, Range 28 East, NMPM, Eddy County, New Mexico, as a dual completion (conventional) to produce gas from the North Turkey Track-Morrow Pool through the casing-tubing annulus by means of a cross-over assembly located at approximately 8575 feet and oil from an undesignated Wolfcamp pool through tubing, with separation of the zones to be achieved by means of packers set at approximately 8575 feet and 10,800 feet.

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

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

(2) That jurisdiction of this cause is retained for the entry of such further orders as the Division may deem necessary. DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION DIVISION
JOSE D. RAMEY
Director

S E A L

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