

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

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OIL & GAS
U.S. GEOLOGICAL SURVEY
ROSWell, NEW MEXICO

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

CASE NO. 7313
Order No. R-6755

APPLICATION OF PHILLIPS PETROLEUM
COMPANY 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 July 29, 1981,
at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 7th day of August, 1981, 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, Phillips Petroleum Company, is
the owner and operator of the Drag A Well No. 1, located in
Unit C of Section 18, Township 23 South, Range 27 East, NMPM,
South Carlsbad Field, Eddy County, New Mexico.

(3) That the applicant seeks authority to commingle Atoka
and Morrow production within the wellbore of the above-described
well.

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

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

(6) That the proposed commingling may result in the recovery
of additional hydrocarbons from each of the subject pools, thereby
preventing waste, and will not violate correlative rights.