

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. 7831
Order No. R-7245

APPLICATION OF C & E OPERATORS, INC.
FOR DOWNHOLE COMMINGLING, SAN JUAN
COUNTY, NEW MEXICO.

ORDER OF THE DIVISION

BY THE DIVISION:

This cause came on for hearing at 9 a.m. on March 16, 1983, at Santa Fe, New Mexico, before Examiner Richard L. Stamets.

NOW, on this 29th day of March, 1983, 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, C & E Operators, Inc., is the owner and operator of the Fee Well No. 8A, located in Unit C of Section 8, Township 30 North, Range 11 West, NMPM, San Juan County, New Mexico.

(3) That the applicant seeks authority to commingle Farmer-Fruitland and Undesignated Pictured Cliffs production within the wellbore of the above-described well.

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

(5) That from the Pictured Cliffs 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.