CASE 2922: Appli. of CONSOLIDATED for unorthodox location and a dual completion, Rio Arriba County.

APPlication,
TYANSCripts,
SMALL Exhibits
ETC.

BOVERNOR JACK M. CAMPBELL CHAIRMAN

State of New Mexico

Bil Conserbation Commission

LAND COMMISSIONER
C. S. JOHNSOY WALKER
MEDICAR



A L PERTER, JR. BERRETARY - DIRECTO

Movember 13, 1963

Mr.	Jason	Kel	lahi	n
Kel	lahin	& Po	OK	
Att	ozneyi	at	Law	
FOS	t Offi	CO D	ox 1	713
San	ta Pe.	Hew	Mex	ico

Case No. 2922
Order No. R-2597
Applicant:

consolidated Oil & Gas, Inc.

Dear Sire

Enclosed herewith are two copies of the above-referenced Commission order recently entered in the subject case.

Very truly yours,

A. L. PORTER, Jr.

Secretary-Director

of	order	also	sent	toı
3	<u> </u>			
	<u> </u>			
				· · · · · · · · · · · · · · · · · · ·
	,	of order	×	



Consolidated Oil & Gas, Inc.

Executive Offices

DENVER, COLORADO : 00222 PHONE: 757,5441 UN 3922

September 23, 1963

Aztec Oil & Gas Company
920 Mercantile Securities Building
Dallas 1, Texas

Southern Union Gas Company Fidelity Union Tower Dallas 1, Texas Huron Drilling Company, Inc. 715 Farmers Union Building Denver 3, Colorado

Gentlemen:

Attached is a copy of a letter to the Oil Conservation Commission of New Mexico requesting a hearing for an unorthodox location for the Consolidated Jicarilla Well No. C-1-11. This well is located in the southeast quarter of Section 11, Township 26 North, Range 4 West, Rio Arriba County, New-Mexico.

If, as an offset operator, you have no objection to this unorthodox Mesaverde location, we would appreciate your so notifying the Oil Conservation Commission. A carbon copy of your letter directed to the undersigned would also be appreciated.

Yours very truly,

CONSOLIDATED OIL & GAS, INC.

W. H. Williams, Chief Engineer

WHW:pt
Attachment

Euse 2922

	COS E	ast line,		• * •			
Rio A	rriba	County			New Mo	extico	

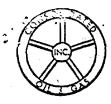
		2 4					
 			办				
<u>-</u>							
	COLUMN TO THE PROPERTY OF THE			·			
					<u> </u>	990'-	N
**************************************			• **** 1 3 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4		-680		
		qual 1 mile. that the abo made by me	ve plat was	prepared	from fie	ald notes	
actual me are	surveys true and	made by me i correct to t	or under m	y supervi	sion and	that the belief.	

Revised 5/1/57

NEW MEXICO OIL CONSERVATION COMMISSION

Well Location and Acreage Dedication Plat

Se	ectio	on A.		*								reing P	D	ate			
C١	erat	tor_	Con	solida	ted Oi	1 &	Gas	, Inc	•	_Leas	e			<u> </u>	· ·		
e	111	٧٥٠ <u></u> ٠	80V -1-1	<u>l</u> Unit	Lette	r	2 (Section	on	1)	000	_Towns		26N From		4W	NA: Li
0	unty	/	Rio	Arrib	a a	G.	L. E.	levet	ion_	68	47		cated	Acreage	320		_Acr
۱u ا	ime c Is	or Pro	Oue:	ing ro	rmatio the on	n_ lv	owner	* in	the	dedi	cated	Pool	e out	Basin lined on		below's	>
-				_ No	•	-,					00 00 0	002009			one pro	. 2020	
2.	Ιf	the	ans	wer to										all the			·ie
	"у	es,"	Type	e of Co	onsoli	dat	ion_										
•		low:	ansi	wer to	quest	10N	TWO	15 "	no, "	list	all t	ne own	ers a	nd their	respecti	ve inte	eres
				Owner	.		-					Land	Doscr	iption		•	
				<u>owner</u>	•							20110	<u> </u>	<u>Ip ci vi.</u>			-
	-											* -		·			
									-	-							
e	 ctio	n B			•	·								 			
_		·· •	· · · · ·	 					سنست					•	•	•	**
. <u></u>	ر در			 						· .				and the second s	to certi		
				1			Ī				· · · · · ·				ion in S true an		
	•			ĺ										to the b	est of m		
				1										and beli	ef.		
				+			+		_				-		dated O		s, I
			Patrick de l'Alexandre de des		,					1				(0	perator)		
				-1			1					•	~	WALL	ellia		
				1										(Rep	resentat	ive)	
		•	,	1			. [I			1		st Mexi	co Aver	nue
			·												ddress		
							ı			1				Denver	22, Col	orado	
				1				•		1			1	This is			
				1						i				well loc plat in		4.7	100
				1						į			Į.	from fie	ld notes	of acti	ual
				1						j				surveys my super			
•	—.—			† -			1		. — -	- $+$				same is	true and	correct	t to
			•	1						j	0		4	the best belief.	of my k	rowTedge	e an
]							9			Date Sur	veyed <u>3</u> -	19-54	
				1										Char	les J. F	inklea	
										-				Register	d Profe	ssional	
_	79						13							Engineer			vey
	7	660 9	990 12	320 1650	1980 2	310	26-40		,=====	1500	1000	500		SEE AT	TACHM	ENT	



Consolidated Oil & Gas, Inc.

Greculius Offices

4180 EAST MEXICO AVENUE
DENVER, COLORADO 60222
PHONE: 787-8441

September 23, 1963

Mr. A. L. Porter
Oil Conservation Commission
State of New Mexico
P. O. Box 871
Santa Fe, New Mexico

Dear Mr. Porter:

Request for Hearing, Unorthodox Mesaverde Location, Consolidated Jicarilla No. C-1-11 SE/4, Sec. 11, T26N, R4W, Rio Arriba Co., New Mexico

This is to request permission for the above referenced unorthodox location to vary from that prescribed by R-1670, Paragraph A, Rule 2 of Section II of the Rules and Regulations, Oil Conservation Commission of the State of New Mexico. A dual Mesaverde-Dakota completion is requested.

Consolidated proposes to re-enter the Jicarilla No. C-1-11 recently acquired from Southern Union Gas and Aztec. The former operators drilled the subject well to a TD of 3617' and completed it as a temporarily abandoned Pictured Cliffs test on June 7, 1954. Lack of gas productivity in commercial quantities from this well is considered to condemn the Pictured Cliffs for further testing in the east half of Section 11, Township 26 North, Range 4 West. Cost of drilling a single zone completion cannot be supported by anticipated income from either the Mesaverde or Dakota formations alone. We are therefore requesting an unorthodox location for the Mesaverde in the east half of Section 11, Township 26 North, Range 4 West, Rio Arriba County, New Mexico.

,	BEFORE EXAMINER NUTTER
	OIL CONSERVATION COMMISSION
-;	A ANGLO EXHIBIT NO. 1/ 1
	CASE NO. 2 9 5 5

Mr. A. L. Porter

September 23, 1963

We have included sketches to show the well bore as it now exists and as we have planned our proposed deepening and completion program. Also included is a copy of the original location plat, acreage dedication plat showing Consolidated Oil & Gas, Inc. as operator and a plat showing a portion of Rio Arriba County, New Mexico, with offset operators' existing wells and their zones of completion. Offset operators are being notified of this request.

An early hearing date for this request would be very much appreciated.

Yours very truly,

CONSOLIDATED OIL & GAS, INC.

W. H. Williams, Chief Engineer

WHW:pt Enclosures

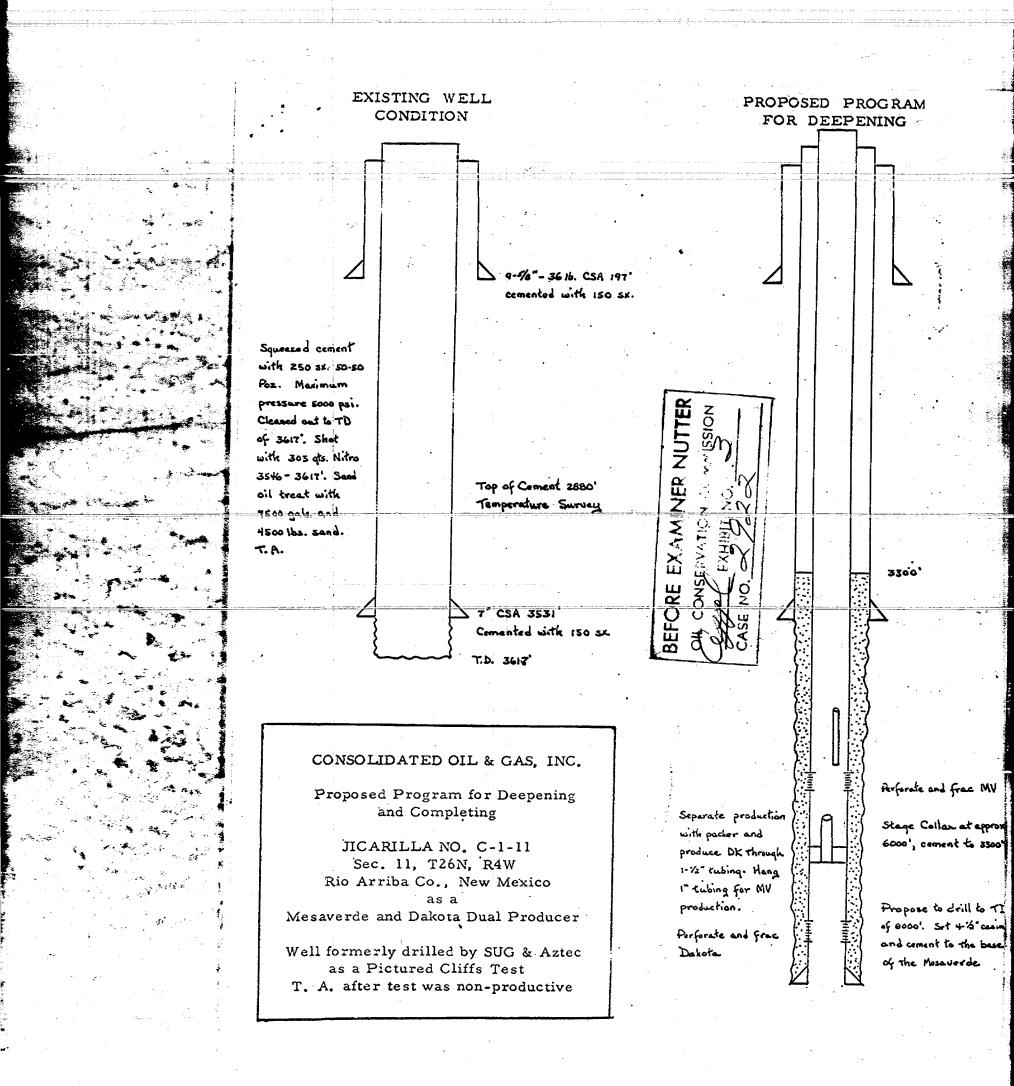
	4.7	7 AB		2
SO. UNION PRODUCTION	Hunen Di O 2 DK	O 5 MV PC	So. Union Production Aztec Oil & Gas	
-3-	-	2 —		
☆ ***	O !	0 ₄ DK RC	,	
So. Union Production Aztec Oil & Gas	So. Union Prod. Aztec Oil 4 Gas	1	So. Union PRODUCTION ARTEC OIL & GAS	
-10- 1	. —	· —	— 1 <mark>2</mark> —	7 26 N
** ec	*	7	•	
So Union Production	So Union Pa Aztec Oil (So. Union Production Aztec Oil & Gas	
— 15 — 1	\$4	l —	- I3 -	
PC PC	*		* *	

APPLICATION FOR UNORTHODOX LOCATION BLANCO MESAVERDE FIELD

CONSOLIDATED OIL & GAS, INC.

JICARILLA NO. C-1-11 SEC. 11, T26N, R4W RIO ARRIBA COUNTY, NEW MEXICO

BEFORE EXAMINER NUTTER CE CONSERVATION COMMISSION <u>elo (</u> exhibit no. _



SOUTHERN UNION PRODUCTION COMPANY
FIDELITY UNION TOW MAIN OFFICE OCC

A. M. WIEDERKEHR

DALLAS 1. TEXAS

September 24, 1963 SEP 27 M 8:13 / 7



Mr. A. L. Porter Oil Conservation Commission State of New Mexico P. O. Box 871 Santa Fe, New Mexico

Dear Mr. Porter:

We have been notified that Consolidated Oil & Gas, Inc. has requested an unorthodox Mesaverde location for their Consolidated Jicarilla No. C-1-11 well, SE/4 of Section 11, T-26N, R-4W, Rio Arriba County, New Mexico.

Southern Union, as offset operator, has no objection to this application.

Yours very truly,

SOUTHERN UNION PRODUCTION COMPANY

DOCKET MALLED

10-1563

AMW:t

cc: Mr. W. H. Williams Consolidated Oil & Gas, Inc. 4150 East Mexico Avenue Denver, Colorado

1134

AZTEC OIL & GAS CRIMMANCE YCC

920 MERCANTILE SECURITIES BLDG.

DALLAS 1. TEX 1953 OCT 9 PH 1 1 34

October 7, 1963

LAND DEPARTMENT KENNETH A. SWANSON, MANAGER



Mr. A. L. Porter, Jr.
Secretary-Director
New Mexico Oil Conservation Commission
P. O. Box 871
Santa Fe, New Mexico

Re: Consolidated Oil & Gas, Inc.
Request for Unorthodox
Mesaverde Location, SE¹
Sec. 11, T-26-N, R-4-W
Rio Arriba County, New Mexico

Dear Mr. Porter:

By letter dated September 23, 1963, Consolidated Oil & Gas, Inc., requested permission for unorthodox location for their proposed Jicarilla No. C-1-11 well on the subject lands.

Aztec, as an offset operator, has no objection to the proposed unorthodox location.

Yours very truly,

DOCKET MAILED

Lewell a. Swayon

Kenneth A. Swanson

KAS:ob

cc: Consolidated Oil & Gas, Inc 4150 East Mexico Avenue Denver, Colorado 80222



Consolidated Oil & Statin Mice Dec

Exocutive Offices DENVER, COLORADO 80222

September 23, 1963

Mr. A. L. Porter Oil Conservation Commission State of New Mexico P. O. Box 871 Santa Fe, New Mexico

Dear Mr. Porter:

890 FEC 4W 20 A. Co

Request for Hearing, Unorthodox Mesaverde Location, Consolidated Jicarilla No. C-1-11 SE/4, Sec. 11, T26N, R4W, Rio Arriba Co., New Mexico

This is to request permission for the above referenced unorthodox location to vary from that prescribed by R-1670, Paragraph A, Rule 2 of Section II of the Rules and Regulations, Oil Conservation Commission of the State of New Mexico. A dual Mesaverde-Dakota completion is requested.

Consolidated proposes to re-enter the Jicarilla No. C-1-11 recently acquired from Southern Union Gas and Aztec. The former operators drilled the subject well to a TD of 3617' and completed it as a temporarily abandoned Pictured Cliffs test on June 7, 1954. Lack of gas productivity in commercial quantities from this well is considered to condemn the Pictured Cliffs for further testing in the east half of Section 11, Township 26 North, Range 4 West. Cost of drilling a single zone completion cannot be supported by anticipated income from either the Mesaverde or Dakota formations alone. We are therefore requesting an unorthodox location for the Mesaverde in the east half of Section 11, Township 26 North, Range 4 West, Rio Arriba County, New Mexico.

DOCKET MAILED

We have included sketches to show the well bore as it now exists and as we have planned our proposed deepening and completion program. Also included is a copy of the original location plat, acreage dedication plat showing Consolidated Oil & Gas, Inc. as operator and a plat showing a portion of Rio Arriba County, New Mexico, with offset operators' existing wells and their zones of completion. Offset operators are being notified of this request.

An early hearing date for this request would be very much appreciated.

Yours very truly,

CONSOLIDATED OIL & GAS, INC.

W. H. Williams, Chief Engineer

WHW:pt Enclosures

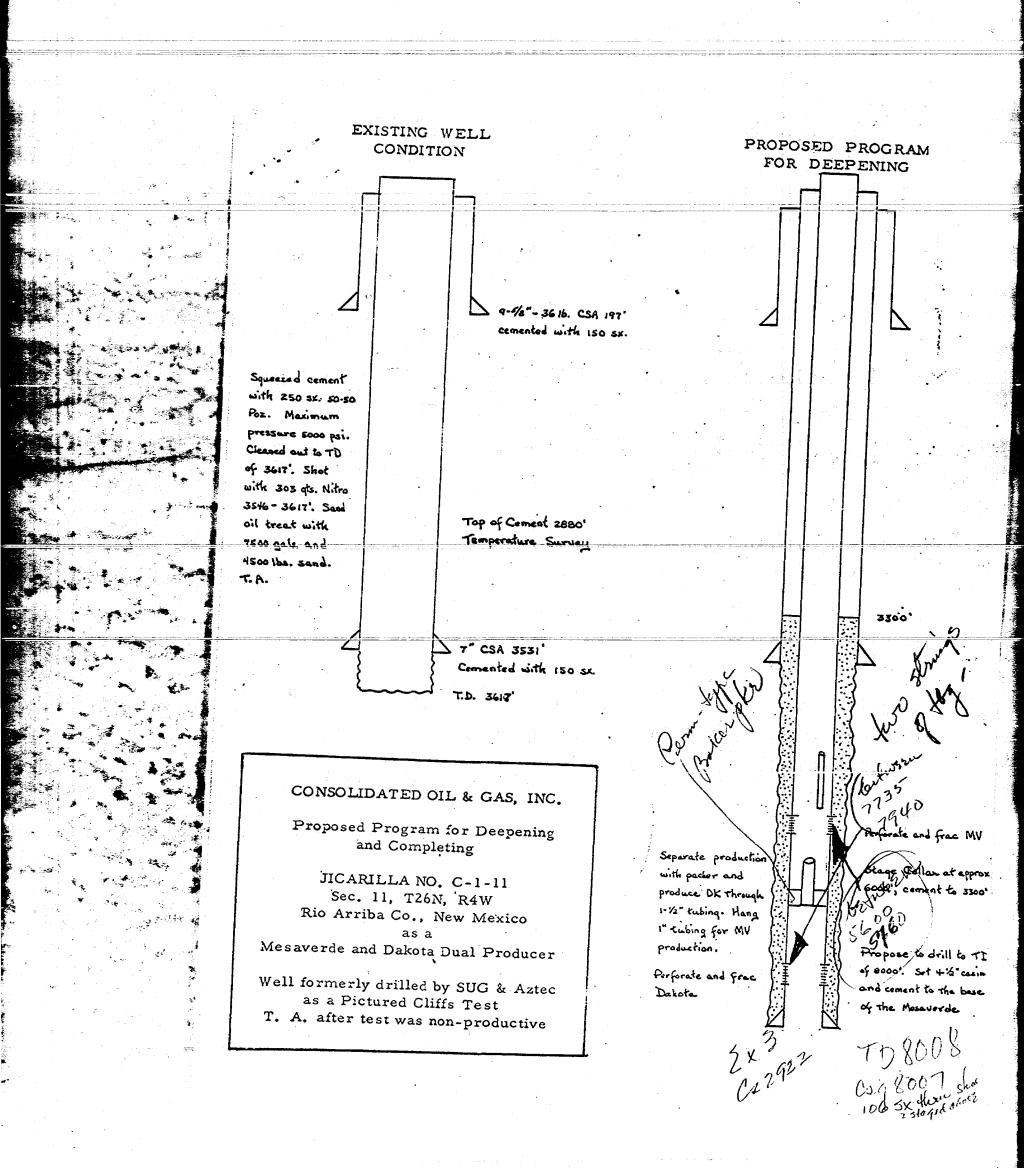
	FZ T AR		<u>}</u>
So. Union Production	Hunon Dailling	So. Union Production	
AZTEC OIL & GAS	02 05	Aztes Oil & GAS	
	DK MV		4:
-3-	<u>-2-</u>	(- i-	
			1
1 34c	0, 0,	•	
* *** ***	O! O.		
So. Union Production	So. UNION PROD. CONSOLIDATED	So. Union Production	
Aztec Oil & GAS	Azerec Oil & Gas	AZTEC OIL & GAS	-
		1	26
-10-	. — !! —	-12-	7 26 N
		•	1/1
344	25 PI		
☆ Pc	* 4	· ·	
So Union Propuction Aztec Oil & Gas	Sa Union Production	Sa Union Production	
AZTEC OIL & GAS	AZTEC OIL & GAS	AZTEC OIL & GAS	•
1 1 1			
- 15 -	- 14	- 13-	
☆ ₽c	٠. به	ينو	
PC	* * * * * * * * * * * * * * * * * * *	· *	
		<u> </u>	

APPLICATION FOR UNORTHODOX LOCATION BLANCO MESAVERDE FIELD

CONSOLIDATED OIL & GAS, INC.

JICARILLA NO. C-1-11 SEC. 11, T26N, R4W RIO ARRIBA COUNTY, NEW MEXICO

Ex 2 ggv 2



Docket No. 30-63 Docket No. 31-63

DOCKET: EXAMINER HEARINGS OCTOBER 18, 1963, AND OCTOBER 30, 1963

BOTH HEARINGS 9:00 A.M. OIL CONSERVATION COMMISSION CONFERENCE ROOM, STATE LAND OFFICE BUILDING, SANTA FE, NEW MEXICO

Examiner: Daniel S. Nutter; Alternate Examiner: Elvis A. Utz

DOCKET NO. 30-63 - OCTOBER 18, 1963:

CASE 2910: (Continued from the October 9, 1963, examiner hearing)

Application of Big (6) Drilling Company for extension of an existing oil pool and special pool rules, Lea County, New Mexico. Applicant, in the above-styled cause, seeks the extension of the Scharb Bone Spring Oil Pool to comprise the W/2 of Section 5, all of Section 6, and the N/2 of Section 7, Township 19 South, Range 35 East, Lea County, New Mexico, and for special rules therefor, including 80-acre spacing and proration units to comprise any two contiguous 40-acre tracts, and for fixed well locations.

DOCKET NO. 31-63 - OCTOBER 30, 1963:

CASE 2678: (Reopened and continued from the October 9, 1963, examiner hearing)

In the matter of Case No. 2678 being reopened pursuant to provisions of Order No. R-2359, which order established temporary 160-acre proration units for the East Saunders Permo-Pennsylvanian Pool, Lea County, New Mexico, for a period of one year. All interested parties may appear and show cause why said pool should not be developed on 40-acre proration units.

CASE 2903: (Continued from the October 9, 1963, examiner hearing)

Application of Coastal States Gas Producing Company for a dual completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the dual completion (conventional) of its Gulf State Well No. 1, located in Unit F of Section 20, Township 17 South, Range 36 East, Lea County, New Mexico, to produce oil from the Double-A Abo Pool and an undesignated Lower Leonard pool through parallel strings of tubing.

CASE 2921:

Application of Robert G. Hanagan for a non-standard gas proration unit, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of a non-standard gas proration unit comprising the S/2 SW/4 of Section 1 and the N/2 NW/4 of Section 12, Township 12 South, Range 34 East, Four Lakes-Devonian Gas Pool, Lea County, New Mexico, to be dedicated to a well to be drilled 660 feet from the South and West lines of said Section 1.

Docket No. 30-63 Docket No. 31-63

CASE 2922:

Application of Consolidated Oil & Gas, Inc. for an unorthodox location and a dual completion, Rio Arriba County, New Mexico. Applicant, in the above-styled cause seeks approval of the dual completion (conventional) of its Jicarilla No. C-1-11 to produce gas from the Blanco Mesaverde and Basin Dakota Gas Pools. Said well is at an unorthodox Blanco Mesaverde Pool location 890 feet from the South line and 990 feet from the East line of Section 11, Township 26 North Range 4 West, Rio Arriba County, New Mexico.

CASE 2923:

Application of Cities Service Oil Company for a special gaslift gas allocation, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to produce Blinebry gas from its State "S" Well No. 1 located in Unit E of Section 15, Township 21 South, Range 37 East, Lea County, New Mexico, and to utilize said gas for Hare Pool gas-lift operations on its State "S" Well No. 4 located in said Unit E. Gas produced from said State "S" Well No. 1 would be metered and charged to the Blinebry Oil Pool casinghead gas production from applicant's State "S" Well No. 6 also located in the said Unit E.

CASE 2924:

Application of Socony Mobil Oil Company for a dual completion and for a tubing exception. Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the dual completion (conventional) of its State Bridges No. 58-DD in Unit M of Section 24, Township 17 South, Range 34 East, Lea County, New Mexico, to produce oil from the Vacuum Glorieta and Vacuum Blinebry Oil Pools through parallel strings of tubing. Applicant further seeks an exception to Commission Rule 107(d)4 to produce the Glorieta formation through the casing-tubing annulus from perforations at approximately 6000 feet up to 2 3/8-inch tubing landed in a dual packer at approximately 4020 feet.

CASE 2925:

Application of Sunray DX Oil Company for the creation of a Strawn Gas Pool and for Special Temporary Pool Rules, Eddy County, New Mexico. Applicant, in the above-styled cause, seeks the creation of a new Strawn Gas Pool for its New Mexico State "AH" Well No. 1, located in Unit K of Section 30, Township 18 South, Range 23 East, Eddy County, New Mexico, and the establishment of temporary pool rules therefor, including a provision for 640-acre proration units and for fixed well locations.

PAGE -3-

Docket No. 30-63 Docket No. 31-63

CASE 2926:

Application of Sinclair Oil & Gas Company for an exception to Order No. R-1670, Lea County, New Mexico. Applicant, in the above-styled cause, seeks an order permitting its Barber Gas Unit Well No. 1, located in Unit E of Section 8, Township 20 South, Range 37 East, Eumont Gas Pool, Lea County, New Mexico, to produce 600 MCF of gas per month in exception to the shut-in provisions of Rule 15(A) of Order No. R-1670, Southeast New Mexico Gas Pool Rules, said gas to be utilized in the oil well gas-lift system on applicant's B. J. Barber Lease.

CASE 2927:

Application of Skelly Oil Company for gas commingling, Rio Arriba County, New Mexico. Applicant, in the above-styled cause, seeks an exception to Rule 21(A) of Order No. R-1670, Northwest New Mexico Gas Pool Rules, to permit the commingling of gas produced from its Jicarilla "C" Wells Nos. 3, 7, 4, 8 and 6, located in Units M and P of Section 21, Unit A of Section 28 and Units E and J of Section 27 respectively, Township 25 North, Range 5 Mest, South Blanco-Pictured Cliffs Pool, Rio Arriba County, New Mexico, allocating said gas to the individual wells on the basis of periodic testing. Applicant further proposes to meter said commingled gas and to commingle it with commingled casinghead gas produced from seven Otero-Gallup oil wells on its

CASE 2928:

Application of Texaco Inc. for a triple completion, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the triple completion (combination) of its State of New Mexico "O" NCT-1 Well No. 14, located in Unit J of Section 36, Township 17 South, Range 34 East, Lea County, New Mexico, to produce oil from the Vacuum-Wolfcamp and North Vacuum-Abo Pools through parallel strings of 2-7/8 inch casing and to produce oil from the Vacuum-Blinebry Pool through 1-1/2 inch tubing run inside 3-1/2 inch casing, all casing strings to be cemented in a common well bore.

CASE 2929:

Application of Texaco Inc. for salt water disposal, Lea County, New Mexico. Applicant, in the above-styled cause, seeks authority to dispose of produced salt water in the Basal San Andres formation through its State of New Mexico "O" NCT-1 Well No. 12 located in Unit J of Section 36, Township 17 South, Range 34 East, Vacuum Field, Lea County, New Mexico.

PAGE -4-

Docket No. 30-63 Docket No. 31-63

CASE 2930:

Application of William G. Ross for a unit agreement, Lea County, New Mexico. Applicant, in the above-styled cause, seeks approval of the South Wilson Deep Unit Area comprising 3,920 acres, more or less, of State and Fee lands in Township 21 South, Range 34 East, Lea County, New Mexico.

State of New Mexico
Oil Conservation Commission

OIL CONSERVATION COMMISSION SANTA FE, NEW MEXICO

		Date_	11/4/63	•
CASE	2922	Hearing Date		_ · Fw
	My recommendations for an or	A STATE OF THE STA	JSND SF	
engan Jerinanan Bandan	kutu an c	edu appro	ing mostho	day
	Begues mesaverde	- lous Out	Agan Co	
	(890 FSL \$	990 FEL	of Sec 11, 1wp	
	26 N, Rge!	f W, Rio Cer	riba Co. U. M.	ey ;
	for its of	icarella C	no 1-11.	2.1
			(•()
	soid well the Planes	to produce	gar from) -
	the Planes	Husaite	Il and from	a Succession of
	Bresin Daksha	gar Post	Mrough	
	jarallel stru	gsof tul	Eury.	
C	Asparation of	the zame	- is to be	
· · · · · · · · · · · · · · · · · · ·	acheurd for	Mukeus 1	of a perman	and
:	type parker	pet DEti	seen the you	-
	Laure pk Completion of Suring the Deriod.	r læge ri	26 to segon	
	Completion a	and accom	acle therea	fler
	Maring the O	atora acci	many ves	7
	Julia .	1		
		······································	Banks Harlaga	

JMD/esr

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:

Jour Miles

CASE No. 2922

Order No. R- 3597

APPLICATION OF CONSOLIDATED OIL & GAS, INC., FOR AN UNORTHODOX LOCATION AND A DUAL COMPLETION, RIO ARRIBA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on October 30, 1963, at Santa Fe, New Mexico, before Daniel S. Nutter Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this day of November, 1963, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Daniel S. Nutter, 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, Consolidated Oil & Gas, Inc., seeks an exception to the Special Rules and Regulations governing the Blanco-Mesaverde Gas Pool to complete its Jicarilla Well No. C-1-11 Blanco-Mesaverde Gas Pool to complete its Jicarilla Well No. C-1-11 at an unorthodox location 890 feet from the South line and 990 feet from the East line of Section 11, Township 26 North, Range 4 West, NMPM, Rio Arriba County, New Mexico.
- (3) That the applicant further seeks authority to complete the subject well as a dual completion (conventional) to produce gas from the Blanco-Mesaverde Gas Pool and from the Basin-Dakota Gas Pool through parallel strings of tubing, with separation of the zones to be achieved by means of a permanent type packer set between the zones.

That the potential producing Eagabilities of the Blancomesonade and Eliain Duthota Jan producing the Completion in either potential that approval of the Anhier application will things result in the recovery of gas that would not otherwise be knowned, thereby preventing waste.

(5) That approval of the subject application will prevent

economic waste caused by the drilling of an unnecessary well.

That the mechanics of the proposed dual completion are feasible and in accord with good conservation practices.

IT IS THEREFORE ORDERED:

- (1) That the applicant, Consolidated Oil & Gas, Inc., is hereby authorized to complete its Jicarilla Well No. C-1-11 at an unorthodox location in the Blanco-Mesaverde Gas Pool, 890 feet from the South line and 990 feet from the East line of Section 11, Township 26 North, Range 4 West, NMPM, Rio Arriba County, New Mexico.
- (2) That the applicant is hereby authorized to complete the subject well as a dual completion (conventional) to produce gas from the Blanco-Mesaverde Gas Pool and from the Basin-Dakota Gas Pool through parallel strings of tubing, with separation of the zones to be achieved by means of a permanent type packer set between the zones.

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

PROVIDED FURTHER, That the applicant shall take packerleakage tests upon completion and annually thereafter during the Annual Deliverability Test Period for the Dakota formation.

(3) 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.

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE HEARING CALLED BY THE OIL COMBENVATION COMMISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERATING

> CASE No. 2922 Order No. R-2597

APPLICATION OF COMBOLIDATED OIL & GAS, INC., FOR AN UNDERTHODOX LOCATION AND A DUAL COMPLETION, RIO ARRIBA COUNTY, MEN MEXICO.

ORDER OF THE COMULSSION

BY THE COMCLESION:

This cause came on for hearing at 9 o'clock a.m. on October 30, 1963, at Santa Fe, New Mexico, before Samiel S. Mutter Examiner duly appointed by the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission," in accordance with Rule 1214 of the Commission Rules and Regulations.

NOW, on this 13th day of Movember, 1963, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Daniel S. Nutter, and being fully advised in the premises,

PIMDS:

1

- (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, Consolidated Oil & Gas, Inc., seeks an exception to the Special Rules and Regulations governing the Blanco-Mesaverde Gas Pool to recomplete its Jicarilla Well No. C-1-11 at an unorthodox Blanco-Mesaverde location 890 feet from the South line and 990 feet from the East line of Section 11, Township 26 North, Range 4 West, NMPM, Rio Arriba County, New Mexico.
- (3) That the applicant further seeks authority to recomplete the subject well as a dual completion (conventional) to produce gas from the Blanco-Mesaverde Gas Pool and from the Basin-Dakota Gas Pool through parallel strings of tubing, with separation of zones by a permanent type packer set between the zones.
- (4) That the mechanics of the proposed dual completion are feasible and in accord with good conservation practices.

-2-CASE No. 2922 Order No. R-2597

(5) That the potential producing capabilities of the Blanco-Mesaverde and Basin-Dakota Gas Pools in this area will not justify the expense of drilling a single completion in either pool and that approval of the subject application will therefore result in the recovery of gas that would not otherwise be recovered, thereby preventing waste.

IT IS THEREFORE CODERED:

- (1) That the applicant, Consolidated Oil & Gas, Inc., is hereby authorized to complete its Jicarilla Well No. C-1-11 at an unorthodox location in the Blanco-Mesaverde Gas Pool, 890 feet from the South line and 990 feet from the East line of Section 11, Township 26 North, Range 4 West, MAPM, Rio Arriba County, New Mexico.
- (2) That the applicant is hereby authorized to complete the subject well as a dual completion (conventional) to produce gas from the Blanco-Mesaverde Gas Pool and from the Basin-Dakota Gas Pool through parallel strings of tubing, with separation of the zones by a permanent type packer set between the zones.

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

PROVIDED FURTHER, That the applicant shall take packerleakage tests upon completion and annually thereafter during the Annual Deliverability Test Period for the Dakota formation.

(3) 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

JACK M. CAMPBELL, Chair

E. S. WALKER, Member

A. L. PORTER, Jr., Member & Secretary

7

esr/

NEW MEXICO OIL CONSERVATION COMMISSION Santa Fe, New Mexico October 30, 1963

EXAMINER HEARING

IN THE MATTER OF:

Application of Consolidated Oll & Gas
Inc. for an unorthodox location and a dual
completion, Rio Arriba County, New Mexico.
Applicant in the above-styled cause, seeks
approval of the dual completion (conventional)
of its Jicarillo No. C-1-11 to produce gas
from the Blanco Mesaverde and Basin Bakota
Gas Bools. Said well is at an unorthodox
Blanco Mesaverde Pool location 890 feet from
the South line and 990 feet from the East line
of Section 11, Township 20 North, Range 4 West
Rio Arriba County, New Mexico.

Case No. 2922

BEFORE: Daniel S. Nutter, Examiner

TRANSCRIPT OF HEARING

DEARNLEY-MEIER REPORTING SERVICE,

OVEROUS, N. M.

BEFORE THE OIL CONSERVATION COMMISSION SANTE FE, NEW MEXICO October 30, 1963

EXAMINER HEARING

IN THE MATTER OF:

Application of Consolidated Oil & Gas,)
Inc. for an unorthodox location and a dual)
completion, Rio Arriba County, New Mexico.)
Applicant in the above-styled cause, seeks)
approval of the dual completion (convention-)
al) of its Jicarillo No. C-1-11 to produce)
gas from the Blanco Mesaverde and Basin)
Dakota Gas Pools. Said well is at an unorthodox Blanco Mesaverde Pool location 890)
feet from the South line and 990 feet from)
the East line of Section 11, Township 26)
North, Range 4 West, Rio Arriba County, New)
Mexico.

Case No. 2922

BEFORE: Daniel S. Nutter, Examiner

TRANSCRIPT OF HEARING

MR. DURRETT: Application of Consolidated Oil & Gas,
Inc. for an unorthodox location and a dual completion, Rio
Arriba County, New Mexico.

MR. KELLAHIN: Jason Kellahin, Kellahin and Fox, Santa Fe, New Mexico, appearing for the applicant. I have one witness I would like to have sworn.

(Witness sworn.)

(Whereupon, Applicant's Exhibit Nos. 1 through 4 were marked for identification.)

GEORGE FARMER, called as a witness, having been first duly sworn, testified as follows:

DEARNLEY-MEIER REPORTING SERVICE, Inc.

BUGUERQUE, N. M.

DIRECT EXAMINATION

BY MR. KELLAHIN:

- Would you state your name, please?
- A George Farmer.
- Q By whom are you employed and in what position?
- A Consolidated Oil and Gas, Assistant to the President.
- Q Have you testified before the Oil Conservation Commission and made your qualifications a matter of record?
 - A Yes.

MR. KELLAHIN: Are the witness' qualifications acceptable?

MR. NUTTER: Yes, sir.

- Q (By Mr. Kellahin) Are you familiar with the application of Consolidated Oil and Gas, Inc. in Case Number 2922?
 - A I am.
- Q Would you state briefly what Consolidated proposes in this case?
- A Consolidated proposes to enter an abandoned Pictured Cliffs well that's located in the Southeast quarter of Section 11, Township 26 North, Range 4 West and deepen that well to the Dakota formation in an attempt to make a dual completion of this well from the Mesaverde formation and the Dakota.
- Q Would that constitute an orthodox location for the Mesaverde?
 - A It is an orthodox location for the Dakota but it is ar



PHONE 325.

RESTORISM SANTA PE, N. M. PHONE 983-3971 unorthodox location for the Mesaverde in that it is in the Southeast quarter of the section.

- Q In this case you are asking for the approval of the unorthodox location in the Mesaverde, is that correct?
 - A That is correct.
- Q And you are also asking for a dual completion in the Dakota and the Mesaverde, is that correct?
 - A That is correct.
- Q Referring to what has been marked as Exhibit Number 1 would you state what that is?

A This is a letter to Mr. A. L. Porter, Oil Conservation Commission, requesting hearing for this, and stating in it that the commercial possibilities from the Mesaverde appear somewhat marginal, and that the Dakota itself could be in that same class and, therefore, request an order to make this a more economic exploration, and give development to the Mesaverde formation that would not ordinarily be given.

Q Are you in agreement with the statement that production from the Mesaverde and the Dakota in this area may well be marginal?

A I am in agreement. From the iso-potential map I have drawn of the area, the Mesaverde appears to be quite marginal. The Dakota is an unknown quantity, but could very well be low-caliber.

Q Would you recommend to your management at the present



time, that they drill a single completion to the Mesaverde on this unit?

I recommended originally that they not do this. I would still recommend that they would not do this. I might add that the well has been drilled to this point, to the Dakota; four and a half inch casing has been cemented through the Dakota and that we have a log of the well. The Mesaverde formation appears somewhat better than I had anticipated, however, the well was drilled with gas and there were no significant flows of gas from either of the formations during the drilling.

Referring to what has been marked as Exhibit Number 2 would you state what that is?

A This is a plat-showing the ownership of the acreage immediately surrounding this location.

Does it also show the well location?

It shows the well location and it shows the other wells in the area and indicates what formations they are producing from.

Have you received the consent of the offset operators to the proposed unorthodox location and dual completion?

We have notified all of the offset operators. We have received notice from both Southern Union Production and Aztec Oil and Gas that they have no objection. The section immediately to the north shows it is operated by Herron Drilling



Company. We have received verbal approval from them; in fact we are going to take over that operation.

Q What was the history of this well, Mr. Farmer?

The well was originally drilled by Southern Union Gas Company as a Pictured Cliff well, drilled to the total depth of 3,617 feet; seven inch casing was cemented at 3,531. The well with the open-hole section was then shot with 303 quarts of nitroglycerin, and oil-fracked with 7,500 gallons of oil and 45 pounds of sand, and a non-commercial well resulted, and it was plugged and abandoned. This precluded any pictured Cliff development in this location; for this reason we're requesting the Mesaverde.

You stated that the well has already been drilled to the Dakota, is that correct?

This is correct.

How do you propose to make your dual completion?

At the present time casing is cemented to a total depth of 8,008 feet; casing cemented at approximately 8,007 feet, cemented through the shoe with 106 sacks of cement; cemented through a stage collar at 5,990 with 88 sacks, and cemented through a stage collar at 3,679 with 98 sacks. These cement volumes were calculated to fill up the entire annulus with cement, up into the old seven inch casing.

How will the dual completion then be affected? Q

The diagram, Exhibit Number 3, indicates that a perma-



nent type Baker packer will be set between the Dakota and the Mesaverde formation, after, of course, perforating the Dakota section and fracking, and the Mesaverde section and fracking, and they will be completed through individual tubing strings.

- Will the two intervals be selectively perforated, or do you know where the perforations will be at this time?
- The exact perforated intervals have not been selected. However, they will be between 7,735 and 7,940 in the Dakota and 5,600 and 5,760 feet in the Mesaverde formation.
- Is the proposed dual you plan here of a type that has been approved by the Commission?
- It is a conventional type of completion for the area. To my knowledge there is not a Mesaverde-Dakota dual completion anywhere within two or three miles of this area, so this is an isolated-area.
- That is the reason it requires a hearing at this time, is that correct?
 - Yes.
- Will this type of completion, in your opinion, effectively protect the producing formations?
 - It will.
- Were Exhibits 1, 2 and 3 prepared by you, or under your supervision?
 - Α Yes.
 - And is Exhibit 4 a log made of the subject well?



That is an actual log, yes, sir.

MR. KELLAHIN: At this time we would like to offer in evidence, Exhibits i through-4, inclusive.

MR. NUTTER: Applicant's Exhibits 1 through 4 will te admitted into the record.

> (Whereupon, Applicant's Exhibits 1 through 4 were admitted in evidence.)

MR. KELLAHIN: That's all the questions I have.

MR. NUTTER: Does anyone have any questions of the

witness?

MR. DURRETT: Yes, I have one.

CROSS EXAMINATION

BY MR. DURRETT:

-Q--- Will you give me your perforating intervals again?

Between 7,735 and 7,940 in the Dakota and between 5,600 and 5,760 feet in the Mesaverde. The selected intervals within those zones, the intervals have not yet been selected.

MR. DURRETT: Thank you.

MR. NUTTER: Any other questions of the witness? He may be excused.

(Witness excused.)

MR. NUTTER: Do you have anything further, Mr. Kellahin?

MR. KELLAHIN: That's all.

MR. NUTTER: Does anyone have anything they wish to

offer in Case 2922?



DEARNLEY-MEIER REPORTING SERVICE, Inc.

MR. DURRETT: Yes, sir. I would like to state for the record that the Commission has received a letter from Aztec Oil and Gas and Southern Union Production Company indicating they have no objection to this application.

MR. NUTTER: If there is nothing further we will take the case under advisement.

STATE OF NEW MEXICO)
) ss
COUNTY OF BERNALILLO)

I, ADA DEARNLEY, Court Reporter, do hereby certify that the foregoing and attached transcript of proceedings before the New Mexico Oil Conservation Commission at Santa Fe, New Mexico, is a true and correct record to the best of my knowledge, skill and ability.

IN WITNESS WHEREOF I have affixed my hand and notarial seal this 2nd day of November, 1963.

Notary Public - Court Reporter

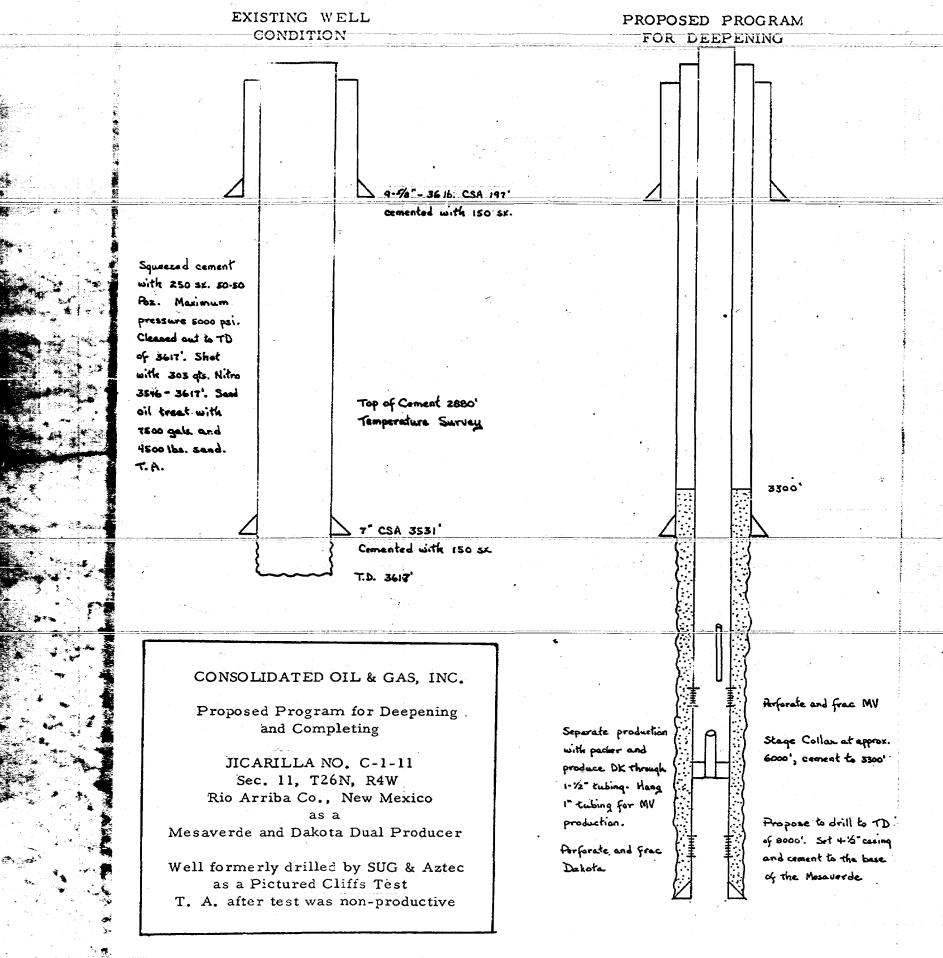
My Commission Expires:

June 19, 1967

No Examine

No Cal Conservation Commission

OUEROUE, N. M. ONE 243.6691



Chai 2922

R4W HURON DAILLING SO. UNION PRODUCTION So. UNION PRODUCTION AZTEC OIL & GAS 0 5 AZTEC OIL & GAS 02 DK PC So. UNION PRODUCTION So. UNION PRODUCTION So. Union Prod CONSOLIDATED AZTEC OIL & GAS AZTEC OIL & GAS AZTEC OIL & GAS T 26 N So Union PRODUCTION Sa UNION PRODUCTION So. UNION PRODUCTION AZTEC OIL & GAS AZTEC OIL & GAS AZTEC OIL & GAS - is -於 PC

APPLICATION FOR UNORTHODOX LOCATION BLANCO MESAVERDE FIELD

CONSOLIDATED OIL & GAS, INC.

JICARILLA NO. C-1-11 SEC. 11, T26N, R4W RIO ARRIBA COUNTY, NEW MEXICO

Chal 2922