

Entered March 21, 1961
L.P.

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:

CASE No. 2201
Order No. R-1903

APPLICATION OF EL PASO NATURAL GAS
COMPANY FOR A DUAL COMPLETION IN
THE GALLUP FORMATION ADJACENT TO
THE ANGELS PEAK-GALLUP POOL AND IN
THE BASIN-DAKOTA POOL, SAN JUAN
COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on March 3, 1961, 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 9th day of March, 1961, 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, El Paso Natural Gas Company, is the operator of the Huerfano Unit Well No. 116, located in Unit C, Section 11, Township 26 North, Range 10 West, NMPM, San Juan County, New Mexico.

(3) That the applicant proposes to dually complete said well in such a manner as to permit the production of hydrocarbons from the Gallup formation adjacent to the Angels Peak-Gallup Pool and the production of gas from the Basin-Dakota Pool through parallel strings of 2 7/8-inch casing cemented in a common well bore.

(4) That the mechanics of the proposed dual completion are feasible and in accord with sound conservation practices, provided sufficient cement is used and adequate centralizing or turbolizing equipment is utilized.

(5) That approval of the subject application will neither cause waste nor impair correlative rights.

-2-

CASE No. 2201
Order No. R-1903

IT IS THEREFORE ORDERED:

That the applicant, El Paso Natural Gas Company, is hereby authorized to dually complete its Huerfano Unit Well No. 116, located in Unit C, Section 11, Township 26 North, Range 10 West, NMPM, San Juan County, New Mexico, in such a manner as to permit the production of hydrocarbons from the Gallup formation adjacent to the Angels Peak-Gallup Pool and the production of gas from the Basin-Dakota Pool through parallel strings of 2 7/8-inch casing cemented in a common well bore.

PROVIDED HOWEVER, That centralizers or turbolizers shall be installed at thirty-foot intervals throughout the producing formations and to a point at least one hundred feet above such formations and each string of casing shall be cemented throughout the producing formations and to a point at least one hundred feet above the producing formation.

PROVIDED FURTHER, That the applicant shall complete, operate, and produce said well in accordance with the provisions of Section V, Rule 112-A.

PROVIDED FURTHER, That the applicant shall take communication tests upon completion and annually thereafter during the Annual Deliverability Test Period for the Basin-Dakota Pool, or as prescribed by the Secretary-Director of the Commission.

IT IS FURTHER ORDERED:

That jurisdiction of this cause is hereby retained by the Commission for such further order or orders as may seem necessary or convenient for the prevention of waste and/or the protection of correlative rights. Upon failure of the applicant to comply with any requirement of this order, the Commission may terminate the authority herein granted and require the applicant or its successors and assigns to limit its activities to regular single-zone production in the interest of conservation.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



EDWIN L. MECHEM, Chairman



E. S. WALKER, Member



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

S E A L

esr/