#127

BEFORE THE OIL CONSERVATION COMMISSION OF THE STATE OF NEW MEXICO

IN THE MATTER OF THE APPLICATION OF RALPH LOWE TO DUALLY COMPLETE A WELL FOR OIL AND GAS PRODUCTION IN LEA COUNTY, NEW MEXICO

TO THE OIL CONSERVATION COMMISSION:

The petitioner, Ralph Lowe, hereby makes application to dually complete a well in order to produce and market therefrom the gas and oil found in separate zones.

The petitioner presents the following data:

(1) That this application cover only the Ralph Lowe, Shell State #2C well located 990 feet from the South and 1650 feet from the West line of Section 36, T-23-S, R-36-E, Lea County New Mexico.

(2) That as of this date said well is drilling below 2905 feet and is projected to drill to 3600 feet.

(3) That there was encountered between the depths of 2875 and 2905 feet a considerable quantity of hydro-carbon gas under high pressure. The volume of this gas is estimated at between 20 to 30 million cubic feet per day.

(4) That there is expected to occur at a depth of between 3500 to 3600 feet the regular oil producing horizon of the Langlie-Mattix pool such as was found in the Western Gas Company's Combest #1 well in Section 35, T-23-S, R-36-E.

(5) That the petitioner to more fully utilize the natural resources of this area and to prevent excessive underground waste desires to dually complete said Shell State #2C well in such a manner as to produce the gas through the annulus between casing and tubing and the oil through the tubing, placing a suitable retainer to prevent co-mingling of the products from the different formations.

(6) The petitioner requests that this application be heard at the earliest possible moment as an emergency exists.

Respectfully submitted

ten Ml

John M. Kelly Consulting Engineer for the Petitioner

T. 70 3040