

OIL CONSERVATION COMMISSION

P. O. BOX 871

SANTA FE, NEW MEXICO

April 14, 1959

Mr. Kirk Newman
Atwood & Malone
P.O. Box 867
Roswell, New Mexico

Dear Mr. Newman:

On behalf of your client, Pan American Petroleum Corporation, we enclose two copies of Orders R-1368 and R-1369 issued April 13, 1959, by the Oil Conservation Commission in Cases 1626 and 1627, respectively, which were both heard on April 8th before an examiner.

Very truly yours,

A. L. Porter, Jr.
Secretary - Director

bp
Encls.

**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. 1626
Order No. R-1368**

**APPLICATION OF PAN AMERICAN PETROLEUM
CORPORATION FOR AN ORDER AUTHORIZING
AN OIL-GAS DUAL COMPLETION IN AN
UNDESIGNATED GALLUP OIL POOL AND IN
THE WEST KUTZ-DAKOTA GAS 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 April 8, 1959, at Santa Fe, New Mexico, before E. J. Fischer, 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 April, 1959, the Commission, a quorum being present, having considered the application, the evidence adduced and the recommendations of the Examiner, E. J. Fischer, 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, Pan American Petroleum Corporation, is the operator of the Gallegos Canyon Unit Well No. 83, located 990 feet from the North line and 990 feet from the East line of Section 26, Township 28 North, Range 12 West, NMPM, San Juan County, New Mexico.
- (3) That the applicant proposes to dually complete the above-described Gallegos Canyon Unit Well No. 83 in such a manner as to permit the production of oil from an undesignated Gallup oil pool and the production of gas from the West Kutz-Dakota Gas Pool through parallel strings of 2-3/8 inch tubing.
- (4) That the mechanics of the proposed dual completion are feasible and in accord with good conservation practices.
- (5) That approval of the subject application will not cause waste nor impair correlative rights.

-2-

Case No. 1626

Order No. R-1368

IT IS THEREFORE ORDERED:

That the applicant, Pan American Petroleum Corporation, be and the same is hereby authorized to dually complete its Gallegos Canyon Unit Well No. 33, located 990 feet from the North line and 990 feet from the East line of Section 26, Township 28 North, Range 12 West, NMPM, San Juan County, New Mexico, in such a manner as to permit the production of oil from an undesignated Gallup oil pool and the production of gas from the West Kutz-Dakota gas pool through parallel strings of 2-3/8 inch tubing.

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

PROVIDED FURTHER, That applicant shall take packer-leakage tests upon completion and annually thereafter during the Annual Deliverability Test Period for the West Kutz-Dakota Gas Pool.

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 protection of correlative rights; upon failure of applicant to comply with any requirement of this order, after proper notice and hearing the Commission may terminate the authority hereby granted and require applicant or its successors and assigns to limit its activities to regular single-zone production in the interests of conservation.

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

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION


JOHN BURROUGHS, Chairman


MURRAY E. MORGAN, Member


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

