BEFORE THE OIL CONSERVATION CO AMISSION OF THE STATE OF NEW 4EXICO

IN THE MATTER OF THE HEARING CALLED BY THE OIL CONSERVATION CO MISSION OF NEW MEXICO FOR THE PURPOSE OF CONSIDERING:

CASE No. 1701 Order No. R-1434

APPLICATION OF GULF OIL CORPORATION FOR AN ORDER AUTHORIZING AN OIL-OIL DUAL COMPLETION IN AN UNDESIGNATED PADDOCK POOL AND IN THE JUSTIS-ELLENBURGER POOL, LEA COUNTY, NEW MEXICO

ORDER OF THE COLIMISSION

BY THE COMMISSION:

This cause came on for hearing at 8 o'clock a.m. on June 24, 1959, at Santa Fe, New Mexico, before Elvis A. Utz, 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 July, 1959, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Elvis A. Utz, 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, Gulf Oil Corporation, is the owner and operator of the Learcy McBuffington Well No. 5, located 1650 feet from the South line and 1980 feet from the East line of Section 13, Township 25 South, Range 37 East, NMPM, Lea County, New Mexico.
- (3) That the applicant proposes to dually complete said Learcy McBuffington Well No. 5 in such a manner as to permit the production of oil from an undesignated Paddock Pool and the production of oil from the Justis-Ellenburger Fool through parallel strings of 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 neither cause waste nor impair correlative rights.

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IT IS THEREFORE ORDERED:

(1) That the applicant, Gulf Oil Corporation, be and the same is hereby authorized to dually complete its Learcy McBuffington Well No. 5, located 1650 feet from the South line and 1980 feet from the East line of Section 13, Township 25 South, Range 37 East, NMPM, Lea County, New Mexico, in such a manner as to permit the production of oil from an undesignated Paddock Pool and the production of oil from the Justis-Ellenburger Pool through parallel strings of tubing.

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

<u>PROVIDED FURTHER</u>, That applicant shall take packer-leakage tests upon completion and annually thereafter during the Annual Gas-Oil Ratio Test Period for the Justis-Ellenburger 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.

(2) That Order No. R-1197 authorizing the dual completion of the aforesaid Learcy McBuffingt on Well No. 5 in the Blinebry formation and the Justis-Ellenburger Pool be and the same is hereby superseded.

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

STATE OF NEW MEXICO OIL CONSERVATION CO IMISSION

JOHN BURROUGHS, Chairman

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MURRAY E. MORGAN. Jember

MURRAY E. MORGAN, Member

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

