

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. 1753
Order No. R-1481

APPLICATION OF JOSEPH I. O'NEILL,
JR., FOR AN OIL-OIL DUAL COMPLE-
TION IN AN UNDESIGNATED YATES
POOL AND IN THE CULWIN-QUEEN
POOL, EDDY COUNTY, NEW MEXICO,
AND TO COMMINGLE THE PRODUCTION
FROM SAID POOLS

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m., on September 2, 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 14th day of September, 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, Joseph I. O'Neill, Jr., is the owner and operator of the Federal "E" Well No. 3, located in the SE/4 NE/4 of Section 1, Township 19 South, Range 30 East, NMPM, Eddy County, New Mexico.

(3) That the applicant proposes to dually complete the above-described Federal "E" Well No. 3 in such a manner as to permit the production of oil from an undesignated Yates pool and the production of oil from the Culwin-Queen Pool, through parallel strings of 2-3/8 inch EUE tubing.

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

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(5) That the applicant further proposes to commingle the undesignated Yates production and the Culwin-Queen production from said Federal "E" Well No. 3.

(6) That approval of the subject application will neither cause waste nor impair correlative rights, provided that the production from each of said pools is separately metered by means of corrosion-resistant type meters prior to commingling.

IT IS THEREFORE ORDERED:

(1) That the applicant be and the same is hereby authorized to dually complete the Federal "E" Well No. 3, located in the SE/4 NE/4 of Section 1, Township 19 South, Range 30 East, NMPM, Eddy County, New Mexico, in such a manner as to permit the production of oil from an undesignated Yates pool and the production of oil from the Culwin-Queen Pool, through parallel strings of 2-3/8 inch EUE 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.

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 the applicant be and the same is hereby authorized to commingle the undesignated Yates production and the Culwin-Queen production from said Federal "E" Well No. 3.

PROVIDED HOWEVER, That the production from each of said pools shall be separately metered prior to being commingled by means of corrosion-resistant type meters.

PROVIDED FURTHER, That meters shall be operated and maintained in such a manner as to ensure an accurate measurement of production at all times.

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PROVIDED FURTHER, That meters shall be checked for accuracy at least once each month until further direction by the Secretary-Director. Meters shall be calibrated against a master meter or against a test tank of measured volume and the results of such calibration filed with the Commission on the Commission form entitled "Meter Test Report."

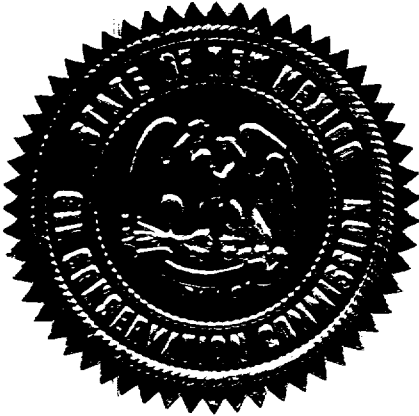
DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
- OIL CONSERVATION COMMISSION


JOHN BURROUGHS, Chairman


MURRAY E. MORGAN, Member


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



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