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. 1951 Order No. R-1664

APPLICATION OF TEXACO INC. FOR A GAS-GAS DUAL COMPLETION IN AN UNDESIGNATED ATOKA GAS POOL AND IN THE SOUTH SALT LAKE-PENNSYLVANIAN GAS POOL, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on April 27, 1960, 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 9th day of May, 1960, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Blyis 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, Texaco Inc., is the owner and operator of the State "CH" Well No. 1, located in Unit H, Section 36, Township 20 South, Range 32 Bast, MMPM, Lea County, New Mexico.
- (3) That the applicant proposes to dually complete the said State "CH" Well No. 1 in such a manner as to permit the production of gas from an undesignated Atoka Gas Pool and the production of gas from the South Sait Lake-Pennsylvanian Gas Pool through parallel strings of 2 3/8-inch OD tubing.
- (4) That the mechanics of the proposed dual completion are feasible and in accord with sound 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:

That the applicant, Texaco Inc., he and the same is hereby authorized to dually complete its State "CH" Well No. 1, located in Unit H. Section 36, Township 20 South, Range 32 East, NMPM, Lea County, New Mexico, in such a manner as to permit the production of gas from an undesignated Atoka Gas Pool and the production of gas from the South Salt Lake-Pennsylvanian Gas Pool through parallel strings of 2 3/8-inch OB tubing.

PROVIDED HOWEVER, 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 packerleakage tests upon completion and annually thereafter on the anniversary date of the well's completion or as directed 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 the failure of the applicant to comply with any requirement of this order, the Commission may terminate the authority hereby 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 bereinabove designated.

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

JOHN BURROUGHS, Chairman

MURRAY E. MORGAN, Member

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