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. 1986 Order No. R-1696

APPLICATION OF J. M. WEICH FOR A GAS-OIL DUAL COMPLETION IN AN UNDESIGNATED QUEEN GAS POOL AND IN THE HENSHAW (SAN ANDRES) POOL, EDDY COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on June 1, 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 10th day of June, 1960, 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, J. M. Welch, is the owner and operator of the Etz Well No. 3, located 1650 feet from the South line and 650 feet from the East line of Section 13, Township 16 South, Range 30 East, NMPM, Eddy County, New Mexico.

(3) That the applicant proposes to dually complete the said Etz Well No. 3 in such a manner as to permit the production of gas from the Penrose sand of an undesignated Queen Pool and the production of oil from the Henshaw (San Andres) Pool through the casing-tubing annulus and 2-inch tubing respectively, utilizing a Baker Model "E" packer to separate the producing horizons.

(4) That inasmuch as insignificant amounts of liquid production from the Queen formation are anticipated, the mechanics of the proposed dual completion are feasible and in accord with sound conservation practices. -2-CASE No. 1986 Order No. R-1696

IT IS THEREFORE ORDERED:

That the applicant be and the same is hereby authorized to dually complete its Etz Well No. 3, located 1650 feet from the South line and 650 feet from the East line of Section 13, Township 16 South, Range 30 East, NMPM, Eddy County, New Mexico, in such a manner as to permit the production of gas from the Penrose sand of an undesignated Queen Pool and the production of oil from the Henshaw (San Andres) Pool through the casing-tubing annulus and 2-inch tubing respectively, utilizing a Baker Model "E" packer to separate the two producing horizons.

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

<u>PROVIDED FURTHER</u>, That the applicant shall take packerleakage tests upon completion and annually thereafter on the anniversary date of the dual completion.

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 failure of the applicant to comply with any requirement of this order, the Commission may terminate the authority herein granted and require the applicant or its successors and assigns to limit its activities to regular singlezone production in the interest 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

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MURRAY E. MORGAN, Member

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