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. 2033 Order No. R-1743

APPLICATION OF CABEEN EXPLORATION CORPORATION FOR A "SLIM-HOLE" COM-PLETION IN AN UNDESIGNATED PERMO-PENNSYLVANIAN 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 July 27, 1960, at Santa Fe, New Mexico, before Daniel S. Nutter, 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 4th day of August, 1960, the Commission, a quorum being present, having considered the application, the evidence adduced, and the recommendations of the Examiner, Daniel S. Nutter, 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 is the owner and operator of its State 1-K Well, located 1980 feet from the South line and 1980 feet from the West line of Section 11, Township 10 South, Range 32 East, NMPM, Lea County, New Mexico.
- (3) That the applicant has completed the above-described well as a 'slim-hole" completion in an undesignated Permo-Pennsylvanian formation with 2-7/8 inch OD tubing set at approximately 8951 feet, which type of completion method requires an exception to Rule 107(e) of the Commission Rules and Regulations.
- (4) That inasmuch as the subject well was completed as a "slim-hole" completion without the authorization of the Commission, and since what the Commission considers necessary centralizers were not utilized in such completion, this well should not be eligible for dual completion.

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(5) That according to the applicant's testimony there are no known pressure or corrosion problems to be anticipated in the subject area which cannot be adequately controlled in a "slim-hole" type completion.

IT IS THEREFORE ORDERED:

(1) That the applicant, Cabeen Exploration Corporation, be and the same is hereby authorized to complete its State 1-K Well, located 1980 feet from the South line and 1980 feet from the West line of Section 11, Township 10 South, Range 32 East, NMPM, Lea County, New Mexico, as a "slim-hole" completion in an undesignated Permo-Pennsylvanian formation using 2-7/8 inch OD tubing as casing.

PROVIDED HOWEVER, That the applicant shall take whatever measures are necessary to properly control any pressure or corrosion problems which may be encountered in completing or producing the subject well.

(2) That the subject well is not eligible for dual completion.

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

esr/