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. 2038 Order No. R-1740

APPLICATION OF BENSON-MONTIN-GREER DRILLING CORPORATION FOR AN OIL-GAS DUAL COMPLETION IN AN UNDESIGNATED GALLUP POOL AND IN THE WEST KUTZ-DAKOTA POOL, SAN JUAN 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, Benson-Montin-Greer Drilling Corporation, is the owner and operator of the Jones Well No. 1, located in Unit P, Section 17, Township 28 North, Range 13 West, NMPM, San Juan County, New Mexico.
- (3) That the applicant proposes to dually complete the above-described well in such a manner as to permit the production of oil from an undesignated Gallup Pool and the production of gas from the West Kuts-Dakota Pool through parallel strings of 1-1/2 inch OD tubing.
- (4) That inasmuch as the evidence indicates that production of oil from the Gallup formation through 1-1/2 inch tubing will be efficient in this particular installation, the mechanics of the proposed dual completion are feasible and in accord with sound conservation practices.

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(5) That approval of the subject application will neither cause waste nor impair correlative rights.

IT IS THEREFORE ORDERED:

That the applicant, Benson-Montin-Greer Drilling Corporation, be and the same is hereby authorized to dually complete its Jones Well No. 1, located in Unit P, Section 17, Township 28 North, Range 13 West, NMPM, San Juan County, New Mexico, in such a manner as to permit the production of oil from an undesignated Gallup Pool and the production of gas from the West Kutz-Dakota Pool through parallel strings of 1-1/2 inch OD 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 and at such other times as the Secretary-Director may prescribe.

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 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 single-zone 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

MURRAY E. MORGAN, Member

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

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