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. 2231 Order No. R-1941

APPLICATION OF HUMBLE OIL & REFINING COMPANY FOR AN OIL-GAS DUAL COMPLETION IN THE EMPIRE-ABO POOL AND IN THE RED LAKE-PENNSYLVANIAN GAS 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 April 5, 1961, at Santa Fe, New Maxico, 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 18th day of April, 1961, 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, Humble Oil & Refining Company, is the owner and operator of the Chalk Bluff Draw Unit "C" Well No. 1, located in Unit G, Section 17, Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico.

(3) That the applicant proposes to dually complete said Chalk Bluff Draw Unit "C" Well No. 1 in such a manner as to permit the production of oil from the Empire-Abo Pool and the production of gas from the Red Lake-Pennsylvanian Gas Pool through 2-inch tubing and the casing-tubing annulus, respectively, by means of a crossover.

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

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

-2-CASE No. 2231 Order No. R-1941

IT IS THEREFORE ORDERED:

That the applicant, Humble Oil & Refining Company, is hereby authorized to dually complete its Chalk Bluff Draw Unit "C" Well No. 1, located in Unit G, Section 17, Township 18 South, Range 27 East, NMPM, Eddy County, New Mexico, in such a manner as to permit the production of oil from the Empire-Abo Pool and the production of gas from the Red Lake-Pennsylvanian Gas Pool through 2-inch tubing and the casing-tubing annulus, respectively, by means of a crossover.

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 during the Gas-Oil Ratio Test Period for the Empire-Abo Pool.

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

EDWIN L. MECHEM, Chairman

la ctu

WALKER, Membe

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