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. 2829 Order No. R-2506

APPLICATION OF AMERADA PETROLEUM CORPORATION FOR A DUAL COMPLETION, AND FOR COMMINGLING AUTHORITY, LEA COUNTY, NEW MEXICO.

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on June 5, 1963, 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 17th day of June, 1963, 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, Amerada Petroleum Corporation, seeks authority to complete its S. E. Anderson Well No. 1, located in Unit B of Section 30, Township 9 South, Range 35 East, NMPM, Lea County, New Mexico, as a dual completion (conventional) to produce oil from the Bough "C" zone of the Pennsylvanian formation and from the Devonian formation through parallel strings of 2 3/8-inch tubing, with separation of zones by a packer set at approximately 9790 feet.
- (3) That the mechanics of the proposed dual completion are feasible and in accord with good conservation practices.
- (4) That approval of the proposed dual completion will prevent waste and protect correlative rights.

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- (5) That the applicant also seeks authority to commingle the production from its S. E. Anderson Lease comprising the N/2, N/2 SE/4, and SW/4 SE/4 of Section 30, Township 9 South, Range 35 East, NMPM, Lea County, New Mexico.
- (6) That the applicant proposes to meter and sample the Bough "C" production prior to commingling and to comply with the requirements of Part II, Section 2-B of the Commission "Manual for the Installation and Operation of Commingling Facilities."
- (7) That approval of the proposed commingling will prevent waste and protect correlative rights.

IT IS THEREFORE ORDERED:

(1) That the applicant, Amerada Petroleum Corporation, is hereby authorized to complete its S. E. Anderson Well No. 1, located in Unit B of Section 30, Township 9 South, Range 35 East, NMPM, Lea County, New Mexico, as a dual completion (conventional) to produce oil from the Bough "C" zone of the Pennsylvanian formation and from the Devonian formation through parallel strings of 2 3/8-inch tubing, with separation of zones by a packer set at approximately 9790 feet.

PROVIDED HOWEVER, That the applicant shall complete, operate and produce said well in accordance with the provisions of Rule 112-A of the Commission Rules and Regulations insofar as said rule is not inconsistent with this order.

PROVIDED FURTHER, That the applicant shall take packerleakage tests upon completion and annually thereafter during the Gas-Oil Ratio Test Period for the Devonian formation.

(2) That the applicant is hereby authorized to commingle the Bough "C" and Devonian production from its S. E. Anderson Lease comprising the N/2, N/2 SE/4, and SW/4 SE/4 of said Section 30, Township 9 South, Range 35 East, NMPM, Lea County, New Mexico.

PROVIDED HOWEVER, That the Bough "C" production shall be metered and sampled prior to commingling and the applicant shall fully comply with all of the requirements of Part II, Section 2-B of the Commission "Manual for the Installation and Operation of Commingling Facilities."

(3) That jurisdiction of this cause is retained for the entry of such further orders as the Commission may deem necessary.

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DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

> STATE OF NEW MEXICO OIL CONSERVATION COMMISSION

JACK M. CAMPBELL, Chairman

E. S. WALKER, Member

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