

March 7, 1955

New Mexico Oil Conservation Commission
Box 601
Santa Fe, New Mexico

Re: Samdan Oil Corporation
S. B. Hughes "B-4" Lease - Well No. 8
Leon County, New Mexico
Application for Dual Completion

Gentlemen:

The Samdan Oil Corporation respectfully requests the New Mexico Oil Conservation Commission to issue approval authorizing the dual completion of its S. B. Hughes "B-4" Lease, Well No. 8, located 1,980 feet south of the north line and 1,000 feet east of the west line of Section 17, Township 23 South, Range 37 East, Leon County, New Mexico. The proposed dual completion would be a gas-oil dual completion, producing gas from the Yates and Seven Rivers Zones, and oil from the Queen Zone. The following is submitted in support thereof:

1. The subject well is being drilled to meet offset obligations in the Yates-Seven Rivers and Queen Zones from wells dually completed and heretofore approved by the New Mexico Oil Conservation Commission.
2. The Samdan Oil Corporation now desires to complete the subject well as a gas well from the Yates-Seven Rivers Zone and as an oil well from the Queen Zone, and wishes to state that with modern technique and equipment it is both practical and economical to so dually complete the subject well in a manner such that there will be no commingling of fluids or gases between the oil and gas reservoirs.
3. The attached exhibit "A" shows the location of the subject well and the 160-acre unit designation for gas allowable purposes.
4. The attached exhibit "B" shows the proposed manner and method of dual completion.
5. The approval of this application is in the interest of conservation and protection of correlative rights, and the Samdan Oil Corporation will comply with all rules and regulations to maintain separation of fluid and gas production from the two pay zones.
6. A copy of this application has been mailed to each offset operator.

Very truly yours

SAMDAN OIL CORPORATION

ILLEGIBLE

C. S. Sanders *CS Sanders*

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